FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT C	OF CHANGES IN E	BENEFICIAL	OWNERSHIP

OMB APPROVAL								
OMB Number:	3235-0287							
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hours per response:	0.5							

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person* BAYLES MICHAEL R					2. Issuer Name and Ticker or Trading Symbol QUANEX CORP [NX]								(Che	ck all ap Dire	olicable) ctor	g Person(s) to I		
(Last) (First) (Middle) 1900 WEST LOOP SOUTH SUITE 1500					3. Date of Earliest Transaction (Month/Day/Year) 03/13/2006									2	belo)``
(Street) HOUSTON TX 77027 (City) (State) (Zip)					4. If Amendment, Date of Original Filed (Month/Day/Year)							Line) 【 Forr Forr	vidual or Joint/Group Filing (Check Applicable Form filed by One Reporting Person Form filed by More than One Reporting Person				
Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned																		
Date				Saction 2A. Deemed Execution Date, if any (Month/Day/Year)		Code	Transaction Disposed Of Code (Instr. 5)		ies Acquired (A) Of (D) (Instr. 3, 4			Secur Benef Owne	icially d Following	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership			
									Code	v	Amount	(<i>A</i>	A) or D)	Price		ted action(s) 3 and 4)		(Instr. 4)
Common Stock 03/13/2				/2006		S		1.597	7 D \$6		\$60.3	5 19,480.4011		D				
Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)																		
1. Title of Derivative Security (Instr. 3) 2. Conversion or Exercise Price of Derivative Security		ise (Month/Day/Year) if any (Month/D		n Date, Transa Code		saction of the (Instr. D) Since (Instr. D) Since (Instr. D) of (Iii		of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)		6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. and 4)		str. 3	Price of erivative ecurity 1str. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(: (Instr. 4)	Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)

Explanation of Responses:

John J. Mannion, Power of <u>Attorney</u>

03/28/2006

** Signature of Reporting Person

Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

- * If the form is filed by more than one reporting person, see Instruction 4 (b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.