

PRESS RELEASE

Düsseldorf, September 7, 2006

SMS Demag AG adds gas recovery system
to previously supplied facility
Isdemir revamp to gas recovery

Prokon Manufacturing & Erection Company, Ankara, Turkey, has awarded SMS Demag, Germany, a contract for the installation of a converter-gas recovery plant at the Iskenderun works of Iskenderun Demir ve Çelik A.Ş., Isdemir.

SMS Demag's supplies and services include the planning and layout of the integrated facility as well as the supply of all core components such as the gas change-over stations, pressure booster station for delivery of the gas to a power station including electrostatic precipitators for postcleaning of the converter gas. In addition, SMS Demag will supply the basic engineering for the electrical equipment and automation of the system.

The plant will recover around 680 million m³ of converter gas per year for power generation (which corresponds to an energy of 950,000 MWh per year).

Two years ago SMS Demag had been awarded a contract for the supply of dedusting plants for three 200-t LD converters. To these the option of gas recovery will now be added. Commissioning is scheduled for the end of 2007.

SMS Demag AG forms part of the Metallurgical Plant and Rolling Mill Technology Business Area of the SMS group. (23 lines with max. 55 letters)

SMS GmbH is the holding for a group of companies internationally active in plant construction and mechanical engineering relating to the processing of steel, non-ferrous metals and plastics. The group is divided into the Business Areas of Metallurgical Plant and Rolling Mill Technology, Tube, Long Product and Forging Technology and Plastics Technology. In the year 2005 some 9,250 employees worldwide generated a turnover of about EUR 2.33 bn.