

PRESS RELEASE

Düsseldorf, February 29, 2008

Order for SMS Demag AG

Ternium Siderar orders a coiler

Ternium Siderar, Argentina, has awarded to SMS Demag, a company of the SMS group, Germany, an order to supply a new downcoiler for its hot strip mill in San Nicolas, close to Buenos Aires.

The extension of the coiler group by a third unit is an important module for Ternium Siderar in the increasing of its production in the long term. Moreover, the new coiler will contribute to increasing the coil quality and to enhancing the plant's availability factor.

The new, fully hydraulic coiler is rated for a maximum strip width of 1,525 mm and strip gages of up to 19 mm. Ternium Siderar will also be able to coil pipe grades of strength category X80 up to a thickness of 14 mm on this coiler.

The new unit will go into service in January 2010. All revamping measures will be performed during ongoing production and during regular maintenance shutdowns.

Ternium Siderar belongs to the Ternium group, the biggest producer of flat-rolled steel in Latin America, having production facilities in Argentina, Venezuela and Mexico.

(19 lines with max. 55 letters)