



January, 2009

Dear Customer,

RE: REACH Regulation –EC Regulation N° 1907/2006

The following letter serves to inform you of the actions that Ternium has taken in order to comply with REACH Regulation.

All Ternium steel product manufacturing and processing facilities are located outside the European Community.

For this reason, Ternium, has appointed an Only Representative, under the provisions established in art. 8 of the Regulation EC ° 1907/2006.

Information on Ternium Only Representative:

Ternium Internacional España S.L.U.

C/Daniel Balaciart, 6 Entresuelo D

46020 Valencia (España)

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From the analysis performed by our technical team on registration requirements established by REACH Regulation, we conclude that the following products manufactured in our plants classify as “Articles” and are therefore are not subject to the registration requirement as they do not contain dangerous substances (SVHC Candidate List, available at this time) in concentrations exceeding 0.1% by weight or are intended to be released in normal and reasonably foreseeable use.

Slabs

Billets

Hot Rolled Coils

Cold Rolled Coils

Galvanized Coils and Sheets

Galvannealed Coils and Sheets

Cinalum®, ZintroAlum® (Steel Sheet Aluminum-Zinc

Alloy-Coated by the Hot Dip Process)

Electrolytic-Zin Coating Coils

Painted Coils and Sheets

Tin Plate

Rebar

Wire rod

Isolated Panels

Metal Roof

Roof Tiles

Steel Deck

Tubes

Beams

Metal Buildings

Despite the abovementioned, and with the understanding that both slabs and billets could be considered Preparations under the definitions established by REACH Regulation, our Only Representative has pre-registered, prior to November 30, 2008, the constituent substances.



With regard to the substances that integrate slabs and wire for welding, Ternium has decided to benefit from the late pre-registration, established by Article 28.6 of the Regulation EC, since Ternium has not exported these materials to the EC.

We understand that REACH rules, will require continuous communications between customers and suppliers, and for this reason, we will be constantly updating our customers on the progress of the actions that will be taken to comply with our obligations.

We hope that this information is useful and answers the concerns that might have been presented on the subject matter, We will continue to be at your full disposal for any further information you may need and/or to clarify any doubt.

Regards,

Ternium