



3rd Quarter 2008



CMC – Business Model



- Vertical Integration
- Product Diversification
- Global Geographic Dispersion

2
3rd Quarter 2008



Current Market Conditions & Outlook



- Global Demand Unabated (in Order of Strength):
 - Middle East / North Africa
 - Russia
 - Central / Eastern Europe / South America
 - Southeast Asia
 - North America
 - China
- Steel Input Cost (Scrap, Iron Ore, Alloys, Electrodes, Energy) Underwriting Steel Finished Good Prices
- Shredded / Other Ferrous Grades – Signs of Pullback

3
3rd Quarter 2008

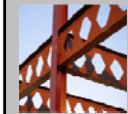


Current Market Conditions & Outlook



- Expected 4th Quarter Earnings Range - \$0.90 to \$1.00 – Zero LIFO Expense
- Unusual Year
 - No Signs of Seasonal Correction
 - Impact Beijing Olympics and Earthquake in China
 - Demand Continues to Outstrip Supply
 - Low Inventory Levels in Most Markets
- Longer-Term Issues
 - Inflation
 - Credit Squeeze

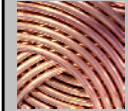
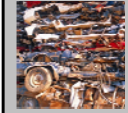
4
3rd Quarter 2008



5
3rd Quarter 2008

North America

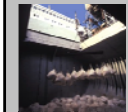
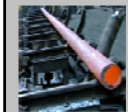
- Backlogs Overall at Good Levels
- Best Markets are Highway; Worst are Retail
- Imports Continue to be Reduced in Long Products and Will Stay Low Through at Least the Fall
- Same Factors at Play – Better International Pricing; Weak Dollar; Strong Freight Rates
 - China to U.S. Gulf \$80/MT
 - S.E. Asia to U.S. Gulf \$110/MT
 - Black Sea (Turkey) to U.S. Gulf \$80/MT



6
3rd Quarter 2008

North America

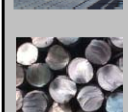
- Ferrous Scrap Upward Volatility Working its Way Through
 - Immediate Benefit to Recycling
 - Four to Six Week Benefit Delay for Mills
 - Three to Four Month Pain for Fabricators
- Service Centers Continue to Match Purchases with Consumption
- Copper Tube Results Remain Steady on Commercial Market
- Nonferrous Prices High, but Volume Hurt by Weak Residential Markets and Lower Manufacturing Output
- Raw Material Markets Remain Extremely Positive with Record Backlogs



7
3rd Quarter 2008

Europe / Middle East

- Demand in Arab States Extraordinary (20 Million MT Rebars Consumed)
- China's Withdrawal from Exporting Billets Led to Increase in Global Billet Margins
- Turkish Output Staying Local; Lower Imports to U.S.
- All Manner of Regulatory Schemes Being Developed to Keep Scrap, Iron Ore, Finished Goods in Home Markets – Russia, India, Taiwan, Saudi Arabia
- Poland has Good Internal Demand and Good Geography
- Croatia – Progress Being Made: Workforce Reduction; Developing Outlets for Product



8
3rd Quarter 2008

Asia / Pacific

- China Rebar Production and Consumption Balanced
- China's Determination to Cut Exports Taking Effect – More to Come?
- Earthquake Tragedy is Spurring Call for Stricter Building Codes with Consequent Demand on Steel
- With Lower Supply, Prices Rising in S.E. Asia; Billets Again in Demand
- Credit Woes Temporarily Infect Vietnam Steel Products Being Re-Exported
- Good Strength in Indonesia / Malaysia / Singapore / Thailand
- Australian Economy in Good Shape
- India Imposes Steel Export Taxes
- Inflation Remains a Concern for Most Asian Economies.



Project Review

- Arizona Micro Mill
 - \$165 Million
 - 281,000 Tons of Rebar
 - Expected Commissioning August 2009
- Polish Wire Rod Block
 - \$40 Million
 - Additional 100,000 Tons of Rod/Rebar/Coils
 - Expected Commissioning End of 2008
- Polish Flexible Section Mill
 - \$170 Million
 - 650,000 MT
 - Increased Product Range; Higher Quality Wire Rod / Larger Sizes
 - Expected Commissioning Early 2010
- Polish Downstream Expanding in Wire Mesh
- SAP Implementation – Poland Went Live April 2008

9

3rd Quarter 2008



CMC Steel Arizona Mesa, Arizona



10

3rd Quarter 2008



SAP Benefits



- Expected Return on Investment is 25%+
- Platform for Future Growth with Ability to Rapidly Integrate Acquisitions
- Entire Corporation Will be on a Single System with Identical Functionality
- Total Visibility Across the Entire Corporation; Real Time Information for Decisions; Faster, More Accurate Processings; Better Controls
- Largest Benefit Areas
 - Reduced Inventory
 - Production Scheduling by Optimal Demand Planning and Location
 - Coordinated Transportation and Logistic Admin
 - Improved Maintenance Through Preventive Strategies
 - Leverage Global Purchasing

11

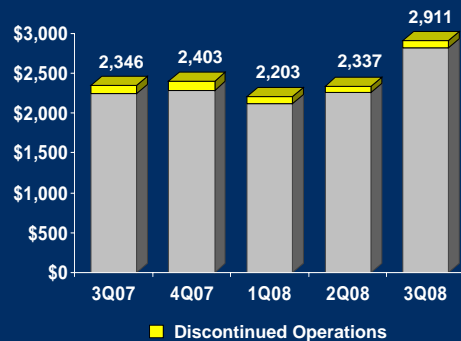
3rd Quarter 2008



Statistics



Quarterly Net Sales (\$ in Millions)

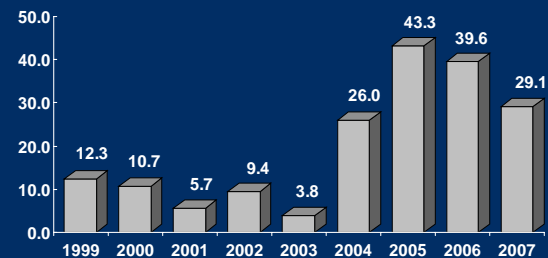


13

3rd Quarter 2008



Return on Beginning Equity

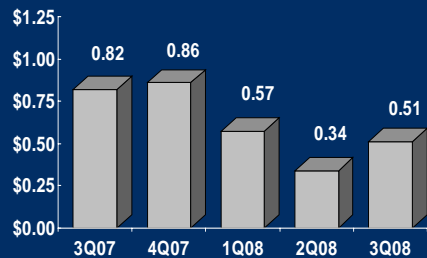


14

3rd Quarter 2008



Quarterly Earnings Per Share

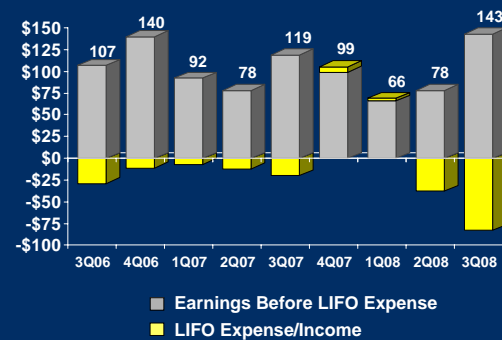


15

3rd Quarter 2008



LIFO Earnings Analysis (\$ in Millions)



16

3rd Quarter 2008



LIFO Expense (Income) Pre-Tax (Thousands)

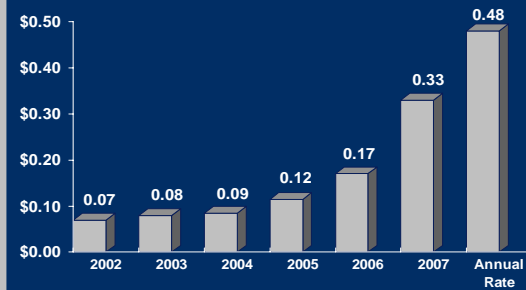
	3 rd Qtr. 2007	4th Qtr. 2007	1 st Qtr. 2008	2 nd Qtr. 2008	3 rd Qtr. 2008
Americas Recycling	10,276	(9,292)	1,832	4,969	15,187
Americas Mills	15,805	(135)	(3,863)	18,193	55,327
Americas Fab & Dist.	2,911	(3,124)	4,307	35,160	57,023
International Fab & Dist.	1,963	3,743	(6,538)	632	(385)
Total	30,955	(8,808)	(4,262)	58,954	127,152

17

3rd Quarter 2008



Dividend Payout Per Share by Fiscal Year

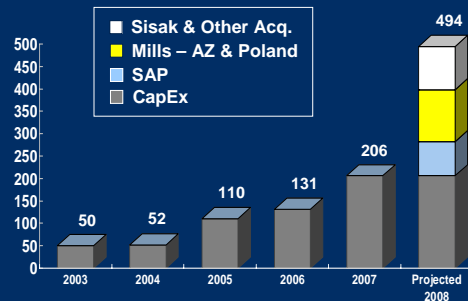


18

3rd Quarter 2008



Investments (\$ in Millions)



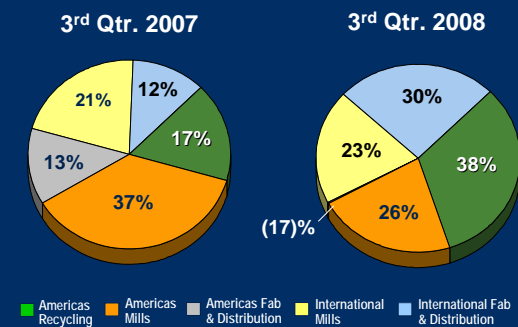
19

3rd Quarter 2008

Note: Excludes Acquisitions, Except for 2008



Adjusted Operating Profit by Segment



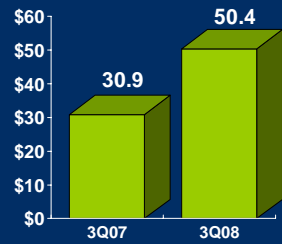
20

3rd Quarter 2008



Americas Recycling

Adjusted Operating Profit (\$ in Millions)

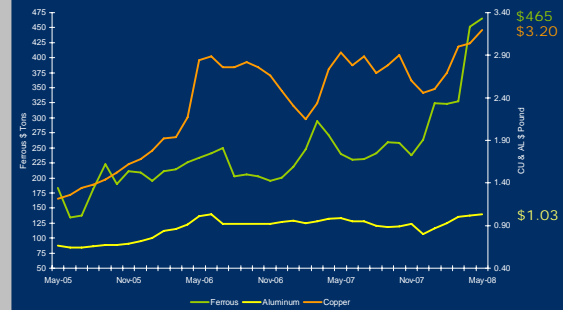


21
3rd Quarter 2008



Americas Recycling

Average Selling Prices

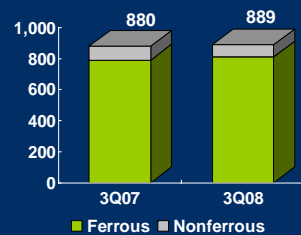


22
3rd Quarter 2008



Americas Recycling

Quarterly Scrap Shipments (Tons 000's)

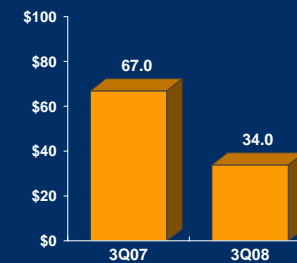


23
3rd Quarter 2008



Americas Mills

Adjusted Operating Profit (\$ in Millions)



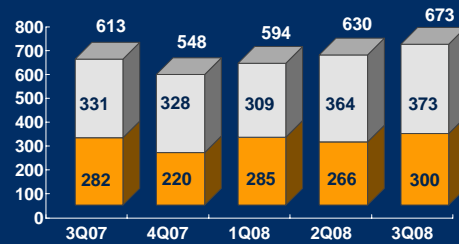
24
3rd Quarter 2008



Americas Mills

Americas Steel Mills Product Mix

(Tons 000's)



25
3rd Quarter 2008

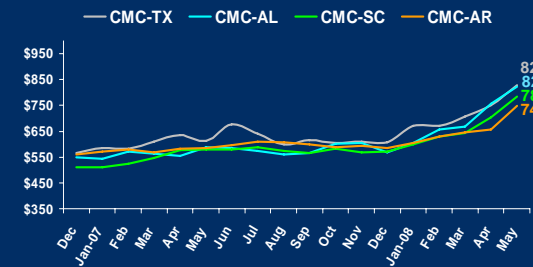
■ Merchant Shapes, Billets & Structural ■ Rebar



Americas Mills

Americas Steel Mills Average Selling Prices

(\$ per Ton)



26
3rd Quarter 2008



Americas Mills

Americas Steel Mill Margins 3rd Quarter Comparisons

	FY 2008	FY 2007	Change
Avg. Selling Price	\$718	\$575	143
Cost of Scrap Utilized	\$399	\$267	132
Metal Margin	\$319	\$308	11
Tons Shipped*	673	613	60
Billet Tons Shipped*	96	88	8

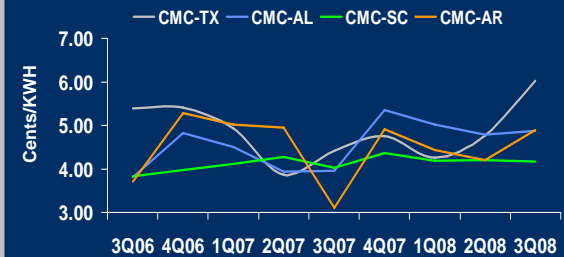
*Tons in thousands

27
3rd Quarter 2008



Americas Mills

Electric Rates by Quarter

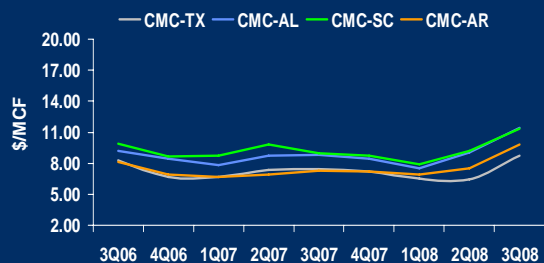


28
3rd Quarter 2008



Americas Mills

Natural Gas Rates by Quarter



29
3rd Quarter 2008



Americas Mills

Percentage of Manufactured Cost Per Ton

Average of Mills in Texas / Alabama / South Carolina

	YTD 05/31/08	Year Ended 8/31/07	Year Ended 8/31/01
Material (Scrap)	59%	51%	35%
Supplies (Electrodes/Alloys)	11%	11%	15%
Utilities (Electricity/Gas)	8%	9%	13%
Maintenance	5%	7%	8%
Labor	4%	5%	8%
Depreciation	2%	3%	6%
Other	11%	14%	15%

30
3rd Quarter 2008



Americas Mills

Copper Tube Manufacturing Average Prices



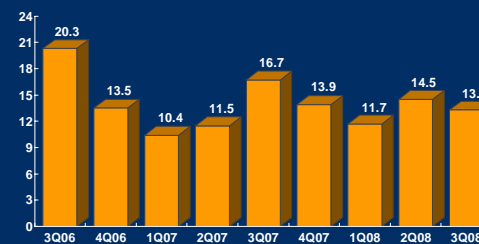
31
3rd Quarter 2008



Americas Mills

Copper Tube Manufacturing Pounds Shipped

(in Millions)

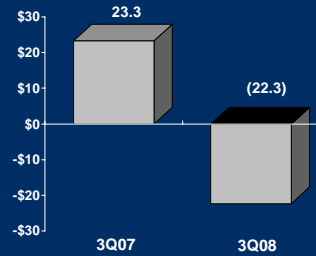


32
3rd Quarter 2008



Americas
Fabrication
& Distribution

Adjusted Operating Profit (\$ in Millions)

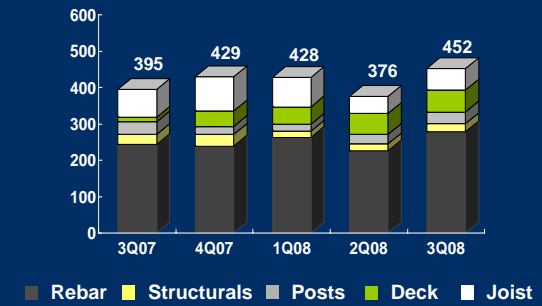


33
3rd Quarter 2008



Americas
Fabrication
& Distribution

Shipments (Tons 000's)



34
3rd Quarter 2008



Americas
Fabrication
& Distribution

Average Selling Prices*

	3rd Quarter	
	2008	2007
Rebar	\$919	\$834
Joist	\$1,307	\$1,199
Deck	\$1,295	N/A
Structural	\$2,843	\$2,348
Fence Post	\$807	\$716

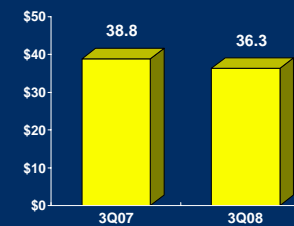
*Excludes Stock and Buyout Sales

35
3rd Quarter 2008



International
Mills

CMCZ (Poland) Adjusted Operating Profit (\$ in Millions)



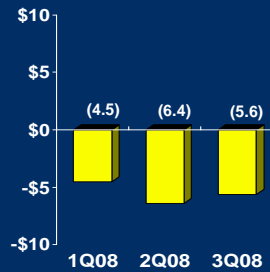
36
3rd Quarter 2008



International Mills

CMCS (Croatia) Adjusted Operating Profit

(\$ in Millions)



37
3rd Quarter 2008



International Mills

CMCZ Mill Margins 3rd Quarter FY Comparisons

	2008	2007
Avg. Selling Price (PLN)	1,708	1,663
Cost of Scrap Utilized (PLN)	1,039	960
Metal Margin (PLN)	669	703
Rebar Tons Shipped*	135	131
Wire Rod Tons Shipped*	122	138
Billet Tons Shipped*	82	107
Total Tons Shipped*	339	376
% Domestic	57%	54%

38
3rd Quarter 2008

*Tons in thousands



International Mills

CMCS Mill Stats 3rd Quarter FY 2008

Tons Melted	12,100
Tons Rolled	22,100
Tons Shipped	19,300
Welded Tons Shipped	11,000
Drawn Tons Shipped	800
Seamless Tons Shipped	7,500
% Domestic	24%

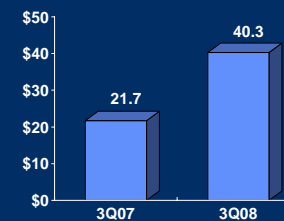
39
3rd Quarter 2008



International Fabrication & Distribution

Adjusted Operating Profit

(\$ in Millions)



LIFO Expense (Income): 2.0 (0.4)

40
3rd Quarter 2008



Investor Information

Non-GAAP Financial Measures and Regulation G

This written and verbal presentation may use financial statement measures considered non-GAAP financial measures by the Securities and Exchange Commission (SEC).

In compliance with the SEC's Regulation G, we have provided on our web site at

www.cmc.com

a reconciliation to the most comparable GAAP measure and other information that may be of interest to investors.

41

3rd Quarter 2008



Forward-Looking Statements

This written and verbal presentation may contain forward-looking statements regarding the outlook for the Company's financial results including net earnings, product pricing and demand, production rates, inventory levels, impact of acquisitions, credit conditions and general market conditions. These forward-looking statements generally can be identified by phrases such as the company or its management "expect," "anticipates," "believe," "ought," "should," "likely," "appears," "projected," "forecast," "outlook," "will" or other words or phrases of similar impact. There is inherent risk and uncertainty in any forward-looking statements. Variances will occur and some could be materially different from management's current opinion. Developments that could impact the Company's expectations include construction activity, difficulties or delays in the execution of construction contracts resulting in cost overruns or contract disputes, metals pricing over which the Company exerts little influence, interest rate changes, increased capacity and product availability from competing steel minimills and other steel suppliers including import quantities and pricing, court decisions, industry consolidation or changes in production capacity or utilization, the ability to integrate acquisitions into operations; global factors including political and military uncertainties, credit availability, currency fluctuations, energy and supply prices and decisions by governments impacting the level of steel imports and pace of overall economic activity, particularly China.

42

3rd Quarter 2008

