



SIDERÚRGICA VENEZOLANA "SIVENSA", S.A.
Authorized Capital: Bs.141,190,196.48
Subscribed and Paid in Capital: Bs. 105,889,970.00

NOTICE

We hereby inform the beneficiaries of the dividend in kind approved by the Annual Shareholders Meeting of the Company held on November 30, 2007, which Final Trading Date with Rights (*Fecha Límite de Transacción con Beneficio*) was December 10, 2007 (the "Beneficiaries"), the following:

1° The Special (Extraordinary) Shareholders Meeting held on July 28, 2008 at 10:00 am (the "Special Shareholders Meeting") resolved to substitute the referred dividend in kind for (i) a cash dividend of One Hundred Twenty Seven Million Six Hundred Ninety Thousand Eight Hundred Forty Five Bolivars and Sixty Three Cents (Bs. 127,690,845.63), at a ratio of Bs. 2.562499995 per share to be paid to the Beneficiaries; and (ii) a dividend in common shares of the Company, with a par value of Two Bolivars (Bs. 2.00) per share, in the amount of Six Million Two Hundred Twenty Eight Thousand Eight Hundred Twenty Two Bolivars (Bs. 6,228,822.00), at a ratio of one (1) share for each sixteen (16) shares held by each one of the Beneficiaries, delegating upon the Board of Directors of the Company the power to determine the Effective Record Date (*Fecha Efectiva de Registro del Beneficio*) for both the cash dividend and the share dividend referred to herein.

2° The Board of Directors of the Company, at its special (extraordinary) meeting held on August 5, 2008 and in exercise of the delegation conferred upon it by the Special Shareholders Meeting, established the Effective Record Date (payment opportunity) for the cash dividend agreed by such Shareholders Meeting. Such date is the following:

EFFECTIVE RECORD DATE FOR THE CASH DIVIDEND OF BS. 2.562499995 PER SHARE	FRIDAY, AUGUST 8, 2008
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3° Together with the payment of the cash dividend, the Company, acting in the name and on behalf of its affiliate C.A. Inversiones Siderúrgicas "Inverside", shall pay the rights over the resulting fractions of the share dividend agreed by the Special Shareholders Meeting, calculated on the price of the share of the Company at closing of the market on August 5, 2008, which corresponds to the third (3rd) stock market day prior to the aforesaid Effective Record Date, according to the resolution of the Special Shareholders Meeting.

4° Once the Company obtains the authorization from the Venezuelan Securities and Exchange Commission (*Comisión Nacional de Valores*) to proceed with the public offer and to distribute among the Beneficiaries the share dividend agreed by the Special Shareholders Meeting, the Board of Directors shall determine the Effective Record Date for such dividend, which date shall be notified to the Beneficiaries by a notice timely published in the nationwide press.

For any additional information, the shareholders may contact our Transfer Agent Planivensa, S.A., at its offices located at Avenida Venezuela, Torre América, Planta Libre, Urbanización Bello Monte, Caracas, Venezuela. Tel: (0212) 707.6469 through 71.

Caracas, August 6, 2008

THE BOARD OF DIRECTORS