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SIVENSA ANNOUNCES RESULTS FOR FISCAL YEAR 2007

Caracas, November 30, 2007. Siderúrgica Venezolana "SIVENSA" S.A. announced today at the Annual Shareholders Meeting, sales for US\$ 867 million in the fiscal year 2007, as compared to sales of US\$ 774 million in year 2006. The operating profit was US\$ 81 million (US\$ 38 million in 2006), and the net profit for Sivensa's shareholders was US\$ 77 million (US\$ 49 million in 2006).

The improved results were mainly due to the increase of Sidetur sales in the domestic market, as well as the higher international prices for reduced iron briquettes, which contributed to a better performance of subsidiary IBH. Likewise, a gain of US\$ 50 million was recorded for the sale, exchange and appraisal of investments, in which the sale of the shareholding interest in Ternium is the most important item.

Shareholders approved to pay a cash dividend of Bs. 900 per share, and a dividend in kind that will consist of units, to be distributed one per each share, which confers participation rights in a foreign trust, created by the company with proceeds from the sale of its shareholding interest in Ternium. The trust's assets are Venezuelan public debt bonds denominated in US dollars. Each unit has a fixed value of US\$ 1.25 which is equivalent to Bs. 2,687.50 at the official exchange rate of Bs. 2,150/US\$.

The amount of the dividend is in recognition of the shareholders' support to the company after the 1997-1998 financial crisis, which drove the company to two debt restructurings, to the suspension of the dividend for seven years and to the request for significant capital contributions from the shareholders in times of great uncertainty for the steel industry.