NEWS RELEASE

Terex Announces $30 Million Military Order

10/4/2001

WESTPORT, CT, Oct 4, 2001 (BUSINESS WIRE) -- Terex Corporation (NYSE: TEX) announced today that they received full production approval from the United States Marine Corp for 569 TX51-19M material handlers. The TX51-19M is Terex's light capability rough terrain forklift. The order including spare parts and options is estimated at $30 million with delivery of the first units scheduled for the first quarter of 2002 with completion by year-end.

"We are very pleased that Terex has received production approval for this important contract," commented Ronald M. DeFeo, Terex's Chairman and Chief Executive Officer. "This is a significant step for Terex with the U.S. Military and our people have worked very hard over the last eighteen months designing and testing the TX51-19M to meet the high standards of the United States Marine Corp. We believe our successful execution of this order and the performance of our equipment under demanding conditions will lead to further opportunities with the military in the future." Ernie Verebelyi, President Terex Americas added, "This order also comes at an important time given the uncertain environment we are currently operating in and will provide us some visibility in production planning for our material handling business in 2002."

Terex Corporation is a diversified global manufacturer based in Westport, Connecticut, with 2000 revenues in excess of $2 billion. Terex is involved in a broad range of construction, infrastructure, recycling and mining-related capital equipment under the brand names of Terex, Unit Rig, Payhauler, O&K, Fermec, Benford, Powerscreen, Finlay, B.L. Pegson, Simplicity, Cedarapids, Grayhound, Jaques, Canica-Jaques, Lorain, PPM, P&H, Franna, Marklift, Koehring, Bendini, RO, Telelect, Square Shooter, American, Italmacchine, Peiner, Comedil, Matbro, Amida, Bartell, Coleman, Muller and Morrison. More information on Terex can be found at www.terex.com.

Safe Harbor Statement

The above contains forward-looking information based on Terex's current expectations. Because forward-looking statements involve risks and uncertainties, actual results could differ materially. Such risks and uncertainties, many of which are beyond Terex's control, include among others, the sensitivity of construction and mining activity to interest rates, government spending and downward economic cycles and general economic conditions; the success of the integration of acquired businesses; the retention of key management; foreign currency fluctuations; pricing, product initiatives, and other actions taken by competitors; the effect of changes in laws and regulations, including environmental laws and regulations; the effect of debt and restrictive covenants; and other factors, risks, uncertainties more specifically set forth in Terex's public filings with the SEC. The forward-looking statements herein speak only as of the date of this release. Terex expressly disclaims any obligation or undertaking to release publicly any updates or revisions to any forward-looking statement included in this release to reflect any changes in Terex's expectations with regard thereto or any changes in events, conditions, or circumstances on which any such statement is based.

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