NEWS RELEASE

Terex Announces Its Entry into the Power Generation Industry

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WESTPORT, Conn.--(BUSINESS WIRE)--Nov. 5, 2001--Terex Corporation (NYSE: TEX), a global manufacturer of construction equipment, today announced its entry into the power generation industry with its new line of diesel generators.

This product line will be marketed under the name Terex Power and offer a complete line of diesel generators up to 2000KW. The product line will include models for stationary applications, as well as units designed for mobile application for rental channels.

"Terex Power is a new addition to the Terex family," said Ronald M. DeFeo, Chairman and Chief Executive Officer of Terex. "We have designed in high quality while keeping the cost low through our OEM arrangement with Detroit Diesel and Terex's corporate purchasing power. We believe that the growing worldwide need for dependable power is a market that Terex is well suited to serve."

Stationary generators are produced to meet both prime power and standby applications. A wide range of options are available to customize units to meet specific customers needs. The mobile units range from 200KW to 2000KW and are available in fabricated steel housings with the larger units in 20' and 40' ISO containers. All containerized units are designed for the engine generator to slide in and out of the container for major service. The prime features in this product line are low noise levels (64dBA to 70 dBA), 100% spill containment, large fuel capacity, external electrical hookup panels, full microprocessor based instrumentation package and utility grade switch gear. Optional equipment includes paralleling panels, remote monitoring (cellular or satellite), trailer chassis, and many other options.

Jack Lascar, Vice President and General Manager of Terex Light Construction, a unit of the Terex Americas group stated, "There is a need for a high quality, well financed, full line manufacturer to fill a void in the power industry. The development of this product line was designed to be able to produce sophisticated power systems capable of bridging the gap between public utility power and critical facility needs."

All units meet all EPA requirements and are warrantied worldwide. See this product line at the upcoming PowerGen show in Las Vegas December 11 through 13, 2001, at booth 725. Dealer inquiries are welcomed. Terex Power generators are manufactured in Memphis, Tennessee. Terex Power can be contacted at (toll free) 1-866-837-9797 or visit www.terexpower.com.

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, CMI, Bid-Well, Load King, Cifali, 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.

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