NEWS RELEASE

Terex Completes Acquisition of CMI Corporation

10/1/2001

WESTPORT, Conn.--(BUSINESS WIRE)--Oct. 1, 2001--Terex Corporation (NYSE: TEX) today announced that it has completed the acquisition of CMI Corporation (NYSE: CMI), a manufacturer and marketer of a wide variety of mobile equipment and materials processing equipment for the road building and heavy construction industry. As the closing consolidated net debt of CMI was less than the $75.25 million threshold included in the merger agreement, each outstanding share of CMI common stock will be converted into 0.16 of a share of Terex common stock in connection with the merger. Accordingly, Terex expects to issue approximately 3.6 million shares of Terex common stock in connection with the merger. CMI will now operate as a subsidiary of Terex.

"We are delighted to welcome CMI to Terex's family of businesses," commented Ronald M. DeFeo, Terex's Chairman and Chief Executive Officer. "The acquisition of CMI is an excellent fit with our infrastructure business and the integration of CMI's portfolio of products will continue to strengthen the Terex franchise and diversify the product range available to our customer base." CMI products include asphalt and concrete mixing plants, road profiling and reclaiming equipment, concrete paving systems and landfill compactors and grinders, with full year 2000 revenues in excess of $225 million.

Fil Filipov, Terex Executive Vice President, will assume responsibility for CMI under the new Terex organization structure. "I am excited about the opportunity at CMI," commented Mr. Filipov. "With CMI's implementation of lean manufacturing they have built a foundation that Terex will look to improve upon in increasing the overall profitability of the company. Given the current economic environment, we intend to move quickly and aggressively to consolidate facilities and significantly reduce costs across CMI. We anticipate cost savings from the implementation of the Terex plan to exceed $20 million on an annual basis. We expect to see the benefit of these cost savings beginning late in the fourth quarter of 2001 or early 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.

CONTACT: Terex Corporation, Westport
Kevin O'Reilly, Vice President, Investor Relations
203/222-5943
www.terex.com