

Environmental and Energy Policy

Ternium is an integrated steel company committed on preserving the environment. Its goal is to achieve the highest standards in environmental and energy performance as a basis for sustainable development throughout its operations in regards to company employees, the community and future generations. The company has committed to develop a high-quality performance integrated and eco-efficient production system based on continuous improvement.

Caring for the environment is a fundamental value, and its principles are the following:

Compliance with the applicable legislation, as well as any voluntary agreements in relation to environmental protection and energy use, consumption and efficiency.

All levels in each area, throughout the chain of command, are responsible for the results of environmental protection.

The commitment of all our personnel is essential, as is the training provided.

Environmental protection and energy efficiency are responsibilities of Ternium's staff as well as its subsidiaries, suppliers and contractor personnel.

Environmental and energy components are an integral part of the company's management processes.

Continuous improvement in environmental and energy performance is actively promoted through the company, in addition to all the efforts necessary to achieve the objectives and established goals.

Pollution must be prevented at the source, controlling the most significant environmental aspects of our operations and minimizing their impacts and risks.

Promoting the acquisition of energy efficient products, technologies, services and implementing projects that enhance our energy performance.

Use energy and natural resources efficiently.

Encourage the use of best technologies and practices, as well as renewable energies, when feasible.

In each company, everyone is responsible for environmental and energy management:

The company supplies the means and resources to enable compliance with this policy, thereby supporting the sustainability of all operations, depending on the operations context.

All persons entering company facilities, such as own personnel, suppliers, contractors and customers, must comply with this policy.

The company seeks to share these principles throughout its value chain and across the communities where it operates, to promote the protection of the environment, encourage the efficient use and consumption of energy resources and foster an open dialogue with stakeholders.

This Policy applies to Ternium and its subsidiaries. It will be actively disseminated with a view to ensuring compliance throughout the organization.

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