

COMMERCIAL METALS COMPANY

Other Financial Info

(in thousands)

This press release uses financial statement measures not derived in accordance with generally accepted accounting principles (GAAP). Reconciliations to the most comparable GAAP measures are provided below.

EBITDA:

Earnings before interest expense, income taxes, depreciation and amortization.

EBITDA is a non-GAAP liquidity measure. It excludes Commercial Metals Company's largest recurring non-cash charge, depreciation and amortization. As a measure of cash flow before interest expense, it is one guideline used to assess the Company's ability to pay its current debt obligations as they mature and a tool to calculate possible future levels of leverage capacity. EBITDA to interest is a covenant test in certain of the Company's note agreements.

	Three Months Ended 8/31/07	Year Ended 8/31/07
Net earnings	\$ 104,719	\$ 355,431
Interest expense	10,546	37,257
Income taxes	37,969	171,038
Depreciation and amortization	31,446	107,305
EBITDA	\$ 184,680	\$ 671,031

EBITDA to interest coverage
for the quarter ended August 31, 2007:

$$\$184,680 / 10,546 = 17.5$$

for the year ended August 31, 2007:

$$\$671,031 / 37,257 = 18.0$$

Total Capitalization:

Total capitalization is the sum of long-term debt, deferred income taxes, and stockholders' equity. The ratio of debt to total capitalization is a measure of current debt leverage. The following reconciles total capitalization at August 31, 2007 to the nearest GAAP measure, stockholders' equity:

Stockholders' equity	\$ 1,548,567
Long-term debt	706,817
Deferred income taxes	31,977
Total capitalization	\$ 2,287,361

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Long-term debt to cap ratio as of August 31, 2007:

Debt divided by capitalization

$$\$706,817 / 2,287,361 = 30.9\%$$

Total debt to cap plus short-term debt ratio as of August 31, 2007:

$$(\$706,817 + 4,726) / (2,287,361 + 4,726) = 31.0\%$$

Current ratio as of August 31, 2007:

Current assets divided by current liabilities

$$\$2,458,852 / 1,072,589 = 2.3$$