## California Transparency in Supply Chains Act of 2010 (the "Act", effective January 1, 2012)

Under the Act, manufacturers and retailers doing business in California are required to provide information on their efforts (if any) to address the issue of slavery and human trafficking.

Commercial Metals Company ("CMC") does business in California through its subsidiary CMC Steel Fabricators, Inc. that operates several rebar fabrication facilities. While CMC does not have a policy directly addressing slavery and human trafficking, CMC finds slavery and human trafficking deplorable. This includes the use of forced labor and child labor. CMC prohibits its subsidiaries from using force labor or from hiring children in violation of local laws.

CMC's processed and finished products come from CMC-owned mills and plants. We comply with international, federal, and state laws regarding labor and employment, including anti-slavery and child labor laws. The raw materials that go into our processed and finished products originate from our recycling yards and various other vendors and suppliers, including scrap from industrial businesses and small, family-owned vendors. To the extent possible, we require our suppliers and vendors to comply with all local laws, regulations, and rules.