Fluor Awarded Integrated Chemicals Complex in China

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Fluor Corporation (NYSE: FLR) today announced that it will lead a project-execution consortium to develop a chemicals complex that will be located in the Shanghai Chemicals Investment Park near Shanghai, People’s Republic of China. The value of the contract is $700 million, with Fluor's share being 50 percent. The project was booked as a new award in the company’s third quarter.

The clients of the project are three joint-venture companies comprised of BASF, Huntsman, Shanghai Chlor Alkali Chemical Company Limited, Sinopec Shanghai Gao Qiao Petrochemical Corporation and Shanghai Hua Yi (Group) Company. The joint-venture companies are Shanghai Lianheng Isocyanate Company Limited, Shanghai BASF Polyurethane Company Limited and Huntsman Polyurethanes Shanghai Limited.

When complete, the chemicals complex will produce basic materials for use in foam insulation and cushioning for appliances, refrigerators, construction, automobiles, furniture, carpet padding and packaging.

Fluor will serve as the managing partner of the project-execution consortium, which will provide engineering, procurement and construction management services for the project. Fluor is teamed with Daelim of South Korea and CTCI of Taiwan to execute the project. Additionally, three Chinese Design Institutes -- Sinopec Shanghai Engineering Company, Chengda and Jingding Engineering Co., Ltd -- will provide a majority of the engineering services.

Work is under way in Fluor’s Shanghai office, with the engineering phase expected to last 15 months. Construction will commence in 2004, with beneficial operations scheduled for July 2006. In total, project engineering employment is expected to peak with 250 personnel led by Fluor and nearly another 300 workers led by Daelim and CTCI. At construction peak, approximately 8,000 construction laborers will be working on site.

Fluor Corporation (NYSE: FLR) provides services on a global basis in the fields of engineering, procurement, construction, operations, maintenance and project management. Headquartered in Aliso Viejo, Calif., Fluor is a Fortune 500 company with revenues of $10 billion in 2002. For more information, visit www.fluor.com.

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