

NEWS

FOSTER WHEELER AG

FOSTER WHEELER AWARDED CONTRACT TO SUPPLY SOLAR STEAM GENERATOR EQUIPMENT IN SPAIN

ZUG, SWITZERLAND, June 15, 2010 – Foster Wheeler AG (Nasdaq: FWLT) announced today that a subsidiary of its Global Power Group has been awarded a contract to design, supply and provide site advisory services for two sets of solar steam generators (preheaters, kettle type evaporators, superheaters and reheaters) as well as low pressure and high pressure feedwater heaters. The contract was awarded by the project's EPC contractor, a joint venture created by the Spanish companies SENER and COBRA.

The equipment will be integrated into the Valle 1 & Valle 2 Solar Thermal Power Plants, located in San José del Valle (Cadiz, Spain). The plants, which are owned by Torresol Energy, a company created by the Spanish SENER (60%) and the Abu Dhabi-based company Masdar (40%), will have an installed power capacity of 50 MWe each.

Foster Wheeler has received a full notice to proceed on this contract. The terms of the agreement were not disclosed, and the contract value was included in the company's first-quarter 2010 bookings. The equipment delivery is scheduled for the first quarter of 2011.

The plants will use SENER's concentrated parabolic trough technology (SENERtrough) and will have energy storage by means of molten salt tanks that is designed to provide up to seven (7) hours of plant operation without sun radiation. The plants are expected to operate approximately 3,500 hours/year, with the potential to eliminate 95,000 tons/year of CO₂ emissions.

"This award is a decisive step forward for Foster Wheeler's strategy regarding solar thermal technology. It reflects our client's confidence in the excellent performance of Foster Wheeler and also confirms the high quality standards and features of our design for the demanding heat exchanger equipment required by solar thermal power plants that utilize molten salts and oil as thermal heat transfer fluids," said Eric Svendsen, chief executive officer of Foster Wheeler Energia, S.L. in Madrid.

Foster Wheeler AG is a global engineering and construction contractor and power equipment supplier delivering technically advanced, reliable facilities and equipment. The company employs approximately 13,000 talented professionals with specialized expertise dedicated to serving its clients through one of its two primary business groups. The company's Global Engineering and Construction Group designs and constructs leading-edge processing facilities for the upstream oil and gas, LNG and gas-to-liquids, refining, chemicals and petrochemicals, power, environmental, pharmaceuticals, biotechnology and healthcare industries. The company's Global Power Group is a world leader in combustion and steam generation technology that designs, manufactures and erects steam generating and auxiliary equipment for power stations and industrial facilities and also provides a wide range of aftermarket services. The company is based in Zug, Switzerland, and its operational headquarters office is in Geneva, Switzerland. For more information about Foster Wheeler, please visit our Web site at www.fwc.com.

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Foster Wheeler AG news releases may contain forward-looking statements that are based on management’s assumptions, expectations and projections about the Company and the various industries within which the Company operates. These include statements regarding the Company’s expectations about revenues (including as expressed by its backlog), its liquidity, the outcome of litigation and legal proceedings and recoveries from customers for claims and the costs of current and future asbestos claims and the amount and timing of related insurance recoveries. Such forward-looking statements by their nature involve a degree of risk and uncertainty. The Company cautions that a variety of factors, including but not limited to the factors described in the Company’s most recent Annual Report on Form 10-K, which was filed with the U.S. Securities and Exchange Commission and the following, could cause the Company’s business conditions and results to differ materially from what is contained in forward-looking statements: benefits, effects or results of the Company’s redomestication or the relocation of our principal executive offices to Geneva, Switzerland; further deterioration in the economic conditions in the United States and other major international economies, changes in investment by the oil and gas, oil refining, chemical/petrochemical and power generation industries, changes in the financial condition of its customers, changes in regulatory environments, changes in project design or schedules, contract cancellations, changes in estimates made by the Company of costs to complete projects, changes in trade, monetary and fiscal policies worldwide, compliance with laws and regulations relating to its global operations, currency fluctuations, war and/or terrorist attacks on facilities either owned by the Company or where equipment or services are or may be provided by the Company, interruptions to shipping lanes or other methods of transit, outcomes of pending and future litigation, including litigation regarding the Company’s liability for damages and insurance coverage for asbestos exposure, protection and validity of its patents and other intellectual property rights, increasing competition by non-U.S. and U.S. companies, compliance with its debt covenants, recoverability of claims against its customers and others by the Company and claims by third parties against the Company, and changes in estimates used in its critical accounting policies. Other factors and assumptions not identified above were also involved in the formation of these forward-looking statements and the failure of such other assumptions to be realized, as well as other factors, may also cause actual results to differ materially from those projected. Most of these factors are difficult to predict accurately and are generally beyond the Company’s control. You should consider the areas of risk described above in connection with any forward-looking statements that may be made by the Company. The Company undertakes no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise. You are advised, however, to consult any additional disclosures the Company makes in proxy statements, quarterly reports on Form 10-Q, annual reports on Form 10-K and current reports on Form 8-K filed with the Securities and Exchange Commission.

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Media Contacts	Julie Stanisz	908 730 4047	julie_stanisz@fwc.com
	Jan Rogers	908 713 3288	jan_rogers@fwc.com
Investor Relations	Scott Lamb	908 730 4155	scott_lamb@fwc.com
Other Inquiries		908 730 4000	www.fwc.com/GlobalPowerGroup