

May 08, 2013

AGCO Announces Three-Year, \$42 Million Expansion of Minnesota Facility

Jackson, Minn., facility will have more jobs and a higher production capacity to continue building quality products

JACKSON, Minn.--(BUSINESS WIRE)--May. 8, 2013-- AGCO, Your Agriculture Company (NYSE:AGCO) (<http://www.AGCOCorp.com>), has begun further expansion of its Jackson, Minn., manufacturing center. During the next three years, AGCO will invest an estimated \$42 million in infrastructure, increasing production capacity and efficiency in order to help meet growing demand for the tractors and application equipment built there. Eric Fisher, AGCO director of operations in Jackson, was joined by city of Jackson Mayor Wayne Walter in a groundbreaking ceremony at the site May 7, 2013, to mark the start of the facility improvement project.

Eric Fisher, AGCO Jackson, third from right, was joined by local officials for a groundbreaking ceremony May 7, 2013, to mark the start of AGCO's \$42 million expansion. From left, Jennifer Bromeland, Janice Fransen, Clayton Lewis, Fisher, city of Jackson, Minn., Mayor Wayne Walter and William Tusa. (Photo: Business Wire)

The three-year endeavor is made up of seven phases affecting all areas of the campus, including component manufacturing, the tractor assembly line and the application equipment assembly line. Once completed, the expansion will create 75 additional permanent jobs at the facility, bringing the total number of employees to more than 1,200. The project will increase production capacity by 25 percent for both the tractor and sprayer assembly lines while maintaining best-in-class product quality.

The first phase, scheduled to be complete fall 2013, includes a 30,000-square-foot expansion of the component manufacturing area, which will increase capacity by 20 percent and improve efficiency by reengineering the flow of materials to assembly stations. The installation of an additional robotic welder and a sheet laser will improve productivity and positively impact all equipment built in Jackson.

Fisher comments, "This expansion builds on the excitement that began in 2011 when AGCO chose Jackson as the location where high-horsepower wheeled tractors for North America would be built. Continuing to invest here reinforces AGCO's commitment to bringing our North American customers high-quality tractors and application equipment built how the customer wants them and delivered on time."

Remaining phases include expanding the tractor assembly line for increased production capacity, an in-line paint system for the application assembly line, and cutting-edge testing capability of our finished products.

Looking Back: Recent Investments in Jackson Facility

In June 2012, AGCO expanded its Jackson location to bring production of Massey Ferguson® and Challenger® wheeled row-crop tractors to North America. That expansion included AGCO's first North American welcome center, Intivity CenterSM. These efforts contributed more than \$17 million to the local economy by adding more than 200 jobs. This brought the total number of professional, support and skilled manufacturing positions at the facility to 1,050.

Intivity Center, a 17,000-square-foot, state-of-the-art visitor center, showcases the farmer-focused innovation behind the brands upon which the company has been built. It offers an extensive collection of historical artifacts — many never before seen by the public — and includes a glimpse of the future of agricultural equipment through interactive displays demonstrating equipment technology in development at AGCO. For more information about Intivity Center or to make reservations to tour the AGCO Jackson manufacturing center, visit [Jackson.AGCOCorp.com](http://jackson.AGCOCorp.com) (<http://jackson.AGCOCorp.com>).

Farm equipment manufacturing has been a part of the Jackson community since 1963, when Ag-Chem Equipment Company was founded as a distributor of spraying equipment. Ag-Chem was purchased by AGCO in 2001. Jackson is home to Challenger and Massey Ferguson high-horsepower wheeled row-crop tractors as well as the Challenger track tractors and application equipment.

Intivity Center is a service mark of AGCO. Massey Ferguson is a worldwide brand of AGCO. Challenger is a registered trademark of Caterpillar Inc. and is used under license by AGCO.

ABOUT AGCO

AGCO, Your Agriculture Company (NYSE:AGCO), is a global leader focused on the design, manufacture and distribution of agricultural machinery. AGCO supports more productive farming through a full line of tractors, combines, hay tools, sprayers, forage equipment, tillage implements, grain storage and protein production systems, as well as related replacement parts. AGCO products are sold through five core machinery brands, Challenger®, Fendt®, GSI®, Massey Ferguson® and Valtra®, and are distributed globally through 3,150 independent dealers and distributors in more than 140 countries worldwide. Retail financing is available through AGCO Finance for qualified purchasers. Founded in 1990, AGCO is headquartered in Duluth, Ga., USA. In 2012, AGCO had net sales of \$10 billion. <http://www.agcocorp.com/>

Safe Harbor Statement

Statements which are not historical facts, including expectations regarding the manufacture of equipment, are forward-looking and subject to risks that could cause actual results to differ materially from those suggested by the statements. These risks include possible declines in demand for products as a result of weather, demand and other conditions that impact farm income, actions by producers of competitive products, and the general risks attendant to acquisitions. Further information concerning these and other factors is included in AGCO's filings with the Securities and Exchange Commission, including its Form 10-K for the year ended December 31, 2012. AGCO disclaims any obligation to update any forward-looking statements except as required by law.

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Source: AGCO

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