

Company Announcements Office
Australian Securities Exchange
20 Bridge Street
Sydney NSW 2000

29th January 2015

Dear Sirs

Report on Activities and Appendix 5B - December Quarter 2014

The Company provides the following report on activities for the three month period ended 31st December 2014.

Summary

During the quarter, the Company has been actively identifying a range of new opportunities, which may well include opportunities beyond the Company's traditional resource sector. We are currently reviewing and assessing those opportunities.

The Company has also been approached by a number of parties seeking investments from the Company.

In addition to reviewing new opportunities, the Company has implemented a number of cost cutting measures aimed at minimising cash outflows through this transitional phase including agreement with the Directors to suspend key terms of their existing service contracts during this period, and will not receive remuneration until additional funding has been raised on the back of new opportunities or improved market conditions.

The Company is being supported, on a needs basis, by directors and shareholders.

Exploration activities in Chile have ceased, while operational and administrative overheads have been reduced.

Corporate

During the quarter, the Company has raised \$15,000 through borrowings and the Company is in the process of raising further equity capital.

In addition, the Company has instructed a real estate agent to sell its land located in the Agua Claras region, Chile.

Appendix 5B

The Company's Appendix 5B cash report is attached.



Yours faithfully,

Kenneth Lee
CEO

Rule 5.3

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

South American Iron & Steel Corporation Limited

ABN

67 060 319 119

Quarter ended ("current quarter")

December 2014

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (6 months) \$A'000
1.1 Receipts from product sales and related debtors	48	82
1.2 Payments for (a) exploration and evaluation (b) development (c) trial production (d) administration	(23) (84)	(1) (23) (218)
1.3 Dividends received		1
1.4 Interest and other items of a similar nature received		
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Other (provide details if material)		
Net Operating Cash Flows	(59)	(159)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a)prospects (b)equity investments (c) other fixed assets	- - -	- - -
1.9 Proceeds from sale of: (a)prospects (b)equity investments (c)other fixed assets	- - -	- - -
1.10 Loans to other entities		
1.11 Loans repaid by other entities		
1.12 Other (Purchase of Option)		
Net investing cash flows	0	0
1.13 Total operating and investing cash flows (carried forward)	(59)	(159)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(59)	(159)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	-
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	15	85
1.17	Repayment of borrowings	-	-
1.18	Dividends paid		
1.19	Other (provide details if material)		
	Net financing cash flows	15	85
	Net (decrease)/increase in cash held	(44)	(74)
1.20	Cash at beginning of quarter/year to date	122	147
1.21	Exchange rate adjustments to item 1.20		5
1.22	Cash at end of quarter	78	78

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	-
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

Financing facilities available

Add notes as necessary for an understanding of the position.

		Amount available \$A'000	Amount used \$A'000
3.1	Loan facilities	-	-

+ See chapter 19 for defined terms.

3.2 Credit standby arrangements	-	-
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Estimated cash outflows for next quarter

		\$A'000
4.1	Exploration and evaluation	
4.2	Development	
4.3	Production (Trial)	
4.4	Administration	30
Total		30

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.		Current quarter \$A'000	Previous quarter \$A'000
5.1	Cash on hand and at bank		23
5.2	Deposits at call	25	46
5.3	Bank overdraft		
5.4	Other – Fixed deposit held for bank guarantees	53	53
Total: cash at end of quarter (item 1.22)		78	122

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed			
6.2	Interests in mining tenements acquired or increased			

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3)	Amount paid up per security (see note 3)
7.1 Preference +securities <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	318,597,886	318,597,886		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5 +Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	-		-	-
7.7 Options <i>(description and conversion factor)</i>	Unquoted options		Exercise price	Expiry date
	6,666,666	-	\$0.10	5 July 2015
	6,666,667	-	\$0.15	5 July 2015
	6,666,667	-	\$0.20	5 July 2015
	2,000,000	-	\$0.20	14 December 2016
	2,000,000	-	\$0.25	14 December 2016
	2,000,000	-	\$0.30	14 December 2016
	2,000,000	-	\$0.10	5 July 2015
	2,000,000	-	\$0.15	5 July 2015
	2,000,000	-	\$0.20	5 July 2015
	700,000	-	\$0.15	5 July 2015
7.8 Issued during quarter				
7.9 Exercised during quarter				

+ See chapter 19 for defined terms.

7.10	Expired during quarter		-	-		
7.11	Debentures <i>(totals only)</i>					
7.12	Unsecured notes <i>(totals only)</i>					

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act [or other standards acceptable to ASX](#) (see note 4).
- 2 This statement does ~~/does not*~~ *(delete one)* give a true and fair view of the matters disclosed



Sign here: Date: 29th January 2015
(Company secretary)

Print name: Kenneth Lee

Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities.** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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