

Manager of Company Announcements
ASX Limited
Exchange Centre
Level 4, 20 Bridge Street
Sydney NSW 2000

15th March 2012

Dear Sirs,

Issue of Loan Notes and Amendment to Convertible Note Issued 29 July 2011

The Directors of South American Iron & Steel Corporation Limited (ASX: SAY) announce that the Company has received \$100,000 and \$200,000 and has issued two Loan Notes in those respective amounts:

\$100,000 Loan Note

This Loan Note is non-interest bearing and is not repayable until on demand by the Note holder after 31 March 2013 unless SAY raises at least \$1.6 million prior to 31 March 2013; in which case it is repayable within seven days on demand by the Note holder.

\$200,000 Loan Note

This Loan Note is non-interest bearing and is not repayable until on demand by the Note holder after 31 March 2013 unless SAY raises at least \$1.6 million prior to 31 March 2013; in which case it is repayable within seven days on demand by the Note holder.

Amendment to Convertible Note Issued on 29 July 2011

On 29 July 2011, SAY issued a \$300,000 Convertible Note with an expiry date of 28 July 2012, convertible into shares at 8.1 cents per share. The terms and conditions of this Convertible Note have been revised on 14 March 2012. The Convertible Note now becomes a non-interest bearing Loan Note and the maturity date of this Loan Note will be the earlier of:

1. 31 March 2013; and
2. The Company raising at least \$900,000; and
3. Both the Loan Note holder and the Company agree that the Loan Note be satisfied by conversion into shares of the Company at a price to be agreed.

Yours faithfully,



Kenneth Lee
Company Secretary and CEO

About South American Iron & Steel Corporation Limited

SAY holds a number of mineral concessions in Chile, South America that host iron sands. SAY has a 15% interest in Ample Success Investment Limited that holds a 75% interest in a mineral Concession in Weishan County, Yunnan, China. SAY currently manages the exploration on that Concession.

