

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

19th March 2013

Dear Sirs,

Putú Update: Plant and Equipment Arrived at Chilean Port

Highlights

- **Plant and Equipment to beneficiate the Company's iron sands concessions at Putú arrives in Chilean port.**
- **Equipment – provides 400,000 tonnes annual processing capacity.**
- **Trial production to commence as soon as possible.**

South American Iron & Steel Corporation Limited ("SAIS") is pleased to announce that the equipment to beneficiate iron sands concentrates has arrived in San Antonio, a major Chilean port.

The equipment consists of two complete beneficiation plants including:

- sand suction dredge;
- diesel powered pumps;
- conveyer belt transfer systems for iron sands through a rotary screen; and
- magnetic separators.

Each beneficiation plant has an annual capacity throughput of 200,000 tonnes of iron sands; thus allowing SAIS to beneficiate 400,000 tonnes of iron sands in a 12 month period from the two delivered systems in Chile.

It is expected to take up to a month to transport and to fully set up the beneficiation plants at the Company's Putú concessions. Accordingly, we anticipate trial production will commence mid-April.

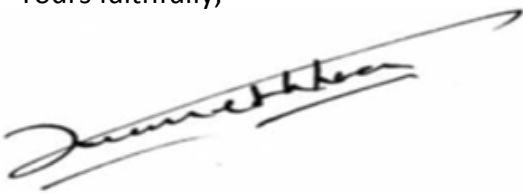
These plants can be easily duplicated and manufactured at short notice; which means that SAIS can increase its production capacity by adding more units.



Equipment, similar to those shown above, now in San Antonio, a major Chilean port.

SAIS Putú concessions consist of 21,271 hectares of exploitation (mining) concessions and 6,100 hectares of exploration concessions. Negotiations with other larger landowners are continuing in preparation of large scale production of iron sands concentrates at Putú.

Yours faithfully,



Kenneth Lee
CEO

About South American Iron & Steel Corporation Limited

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