

3rd September 2009

Manager of Company Announcements
ASX Limited
Level 5, Riverside Centre
123 Eagle Street
Brisbane QLD 4000

Dear Sirs,

Share Purchase Plan

Directors of South American Iron & Steel Corporation Limited (“SAIS”) are pleased to announce that it has raised \$836,159 from shareholders under the Share Purchase Plan (“SPP”) announced to the market on 30th July 2009. 10,719,933 fully paid ordinary shares will be issued to shareholders under the SPP.

In addition, \$763,845 will also be raised under an underwriting agreement made between Patersons Securities Limited and SAIS, in which 9,792,888 fully paid ordinary shares will be issued.

In total, SAIS raised \$1.6 million and 20,512,821 fully paid ordinary shares will be issued.

The funds raised will provide SAIS to advance the exploration and development of its South American assets.

Yours faithfully,



Kenneth Lee
Company Secretary

