

27 November 2009

**CHINA RAILWAY MATERIALS CORPORATION RECEIVES FIRB APPROVAL TO SHARE
PLACEMENT**

The Board of FerrAus Limited (ASX: FRS) (**FerrAus**) is pleased to announce that on 26 November 2009 China Railway Materials Corporation (**CRM**) was informed by the Foreign Investment and Review Board that there are no objections to the placement of shares in FerrAus to CRM's wholly owned subsidiary Union Park Company Limited (**UPC**).

Details of the share placement were announced to the market on 8 September 2009.

The placement of shares (equivalent to 12% of FerrAus' expanded fully diluted share capital at the time of issue) is still subject to the following conditions:

- obtaining FerrAus shareholder approval to the placement at the Annual General Meeting to be held today at 11:00am (AEDT); and
- obtaining Chinese regulatory approvals for the transaction which have been applied for by UPC.

FerrAus will update the market as and when these conditions have been satisfied.

Yours sincerely,

A handwritten signature in black ink, appearing to read "Donald Stephens".

Donald Stephens
Company Secretary