



CHINA STEEL AUSTRALIA LIMITED

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China Steel Australia (ASX:CNH)

January 14, 2010

Large Order Boosts Production for China Steel

China Steel Australia Limited (ASX:CNH) is pleased to report that a major customer has placed a large order for nickel pig iron which has further increased production at its nickel pig iron and merchant pig iron plant to 85 per cent capacity.

China Steel earlier this week announced that it had increased its capacity to 75 per cent.

China Steel CEO Mr Chen Lidong said production levels of 85% following this significant order was pleasing.

Mr Chen said recent trading had further vindicated the company's decision to convert the plant.

"The company is now able to capitalise on changing market demands by being able to produce both nickel pig iron and merchant pig iron," he said.

"Even though the market has been patchy, the increased production levels highlight the growing confidence in the company and our products."

China Steel Australia, which listed on the ASX in February, 2008, is an enterprise with a licence to manufacture steel and iron in China.

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