



OneSteel Proforma Segments
January 2008

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OneSteel's New Reporting Segments

DISCLAIMER – THE UNAUDITED INFORMATION THAT FOLLOWS IS BEING PROVIDED TO GIVE A 'PROFORMA' HISTORY OF ONESTEEL'S NEW REPORTING SEGMENTS IN ADVANCE OF THE RELEASE OF INTERIM FINANCIAL RESULTS FOR THE SIX MONTHS TO DECEMBER 2007. THE FINANCIAL RESULTS WILL BE RELEASED ON 19 FEBRUARY.

THE PROFROMA NUMBERS INCLUDE THE RESULTS OF THE BUSINESSES AS IF THE ASSETS AND OPERATIONS OF ALL SEGMENTS WERE PART OF THE ONESTEEL GROUP FROM THE 1ST JULY 2005. THE NUMBERS HAVE NOT BEEN AUDITED.



Composition of Segments

Materials	Australian Manufacturing	Australian Distribution	International Distribution
<p>Iron ore mines</p> <ul style="list-style-type: none"> • Iron ore lump • Iron ore fines • Pellets • Ore by-products <p>Dolomite mines</p> <p>Australian Recycling</p> <p>International Recycling</p>	<p>Whyalla Steelworks</p> <ul style="list-style-type: none"> • Structural Rolling Mills • Rail Products Facilities • Slabs & Billets • Steelmaking by-products e.g. coke <p>Laverton Steel Mill</p> <ul style="list-style-type: none"> • Electric Arc Furnace • Laverton Rolling Mills <p>Sydney Steel Mill</p> <ul style="list-style-type: none"> • Electric Arc Furnace • Sydney Bar Mill <p>Waratah Steel Mill</p> <ul style="list-style-type: none"> • Electric Arc Furnace • Bar Mill • Rail and Forge • Grinding Media <p>Newcastle Rod & Bar Mills</p> <ul style="list-style-type: none"> • Rod Mill • Bar Mill • Bright Steels <p>Wire Mills</p> <ul style="list-style-type: none"> • Newcastle Wire Mill • Geelong Wire Mill • Wire Ropery 	<p>Merchandising</p> <ul style="list-style-type: none"> • Metaland • Piping Systems • Sheet, Coil & Aluminium • Midalia Steel • Steel and Tube • Fagersta <p>Coil Coaters</p> <p>Pipe & Tube Mills</p> <ul style="list-style-type: none"> • Oil & Gas Pipe Mill • Precision Tube Mills • Structural Tube Mills <p>LiteSteel™ beam Technologies</p> <p>Reinforcing</p>	<p>50.3% shareholding in Steel & Tube Holdings (NZ)</p> <p>Merchandising</p> <ul style="list-style-type: none"> • Steel Distribution and Processing • Roofing Products and Reinforcing • Piping Systems • Fastening Systems • Chain & Rigging • Stainless steel • Hurricane Wire Products

Segments – Historical – Proforma

FY07 A\$m	Materials	Manufacturing	Australian Distribution	Unallocated	Eliminations	Australia	International Distribution	Eliminations	OneSteel Group
Sales revenue	1,783.3	2,467.3	3,324.1	13.5	(1,000.9)	6,587.3	404.5	(47.0)	6,944.8
EBITDA	177.2	239.5	253.7	(17.6)	(6.7)	646.1	45.9	(14.0)	678.0
EBIT	157.3	154.7	213.6	(24.1)	(6.7)	494.8	40.6	(14.0)	521.4
Funds employed*	1,219.6	2,269.2	1,787.1	(208.8)	(7.5)	5,059.6	186.6	(79.1)	5,167.1
EBIT margin	8.8%	6.3%	6.4%			7.5%	10.0%		7.5%
ROFE* (EBIT)	12.9%	6.8%	11.9%			9.8%	21.8%		10.1%
ASSETS	1,369.4	2,738.9	2,401.5	44.4	(118.0)	6,436.2	222.6	106.5	6,765.3
FY06 A\$m	Materials	Manufacturing	Australian Distribution	Unallocated	Eliminations	Australia	International Distribution	Eliminations	OneSteel Group
Sales revenue	1,126.1	2,262.8	3,252.4	12.7	(877.7)	5,776.3	390.3	(45.3)	6,121.3
EBITDA	124.1	224.5	272.9	(34.9)	3.9	590.5	48.7	(12.1)	627.1
EBIT	107.5	142.4	234.9	(41.0)	3.9	447.7	43.7	(12.1)	479.3
Funds employed*	927.9	2,240.1	1,627.6	(108.7)	1.4	4,688.3	146.5	(74.2)	4,760.6
EBIT margin	9.5%	6.3%	7.2%			7.8%	11.2%		7.8%
ROFE* (EBIT)	11.6%	6.4%	14.4%			9.5%	29.8%		10.1%
ASSETS	1,060.0	2,667.4	2,109.5	142.1	(99.0)	5,880.0	178.4	115.9	6,174.3

* The funds employed numbers above are as at year-end.

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Segments* – Proforma Tonnage (millions of tonnes)

MATERIALS	FY 2007	FY 2006
MINES		
• Iron ore fines	1.902	1.451
• Iron ore lump	0.908	0.339
Total Iron ore lump & fines	2.810	1.790
Centrix and pellet chips	0.267	0.298
Other (dolomite)	0.484	0.344
TOTAL MINING	3.561	2.432
RECYCLING		
• Ferrous – External	0.797	0.527
• Ferrous – Internal	0.705	0.726
Total ferrous	1.502	1.253
Non-ferrous	0.216	0.196
TOTAL RECYCLING	1.718	1.449
TOTAL MATERIALS	5.279	3.881

STEEL DESPATCHES	FY 2007	FY 2006
• External manufacturing	1.534	1.503
• Internal manufacturing	1.044	1.005
MANUFACTURING total steel despatches	2.578	2.508
DISTRIBUTION	1.869	1.911
TOTAL STEEL DESPATCHES**	3.403	3.414

RAW STEEL PRODUCTION	FY 2007	FY 2006
Whyalla	1.171	1.129
Sydney Steel Mill	0.562	0.504
Laverton	0.673	0.615
Waratah	0.264	0.248
TOTAL RAW STEEL PRODUCTION	2.670	2.496

* Excludes International Distribution

** Total steel despatches is the sum of Manufacturing's external steel despatches and Distribution's steel despatches. Inter-segment despatches have been eliminated