



9 December 2009

**CHINA RAILWAY MATERIALS CORPORATION RECEIVES
CHINESE REGULATORY APPROVAL TO SHARE PLACEMENT**

The Board of FerrAus Limited (ASX: FRS) (**FerrAus**) is pleased to announce that on 8 December 2009 China Railway Materials Corporation (**CRM**) received the required Chinese regulatory approvals for the placement of shares in FerrAus to CRM's wholly owned subsidiary Union Park Company Limited (**UPC**).

FerrAus advises that all of the conditions under the Share Subscription Agreement for the placement of shares to UPC (equivalent to 12% of FerrAus' expanded fully diluted share capital at the time of issue) have been satisfied and the placement is expected to complete on 15 December 2009.

Yours sincerely,

A handwritten signature in black ink that reads "Donald Stephens". The signature is written in a cursive, flowing style.

Donald Stephens
Company Secretary