

2 December 2008

**BISALLOY STEEL GROUP LIMITED ANNOUNCES  
FULLY UNDERWRITTEN RENOUNCEABLE RIGHTS ISSUE**

Bisalloy Steel Group Limited (ASX: BIS) (**Bisalloy** or **the Company**) today lodged a prospectus for a fully underwritten renounceable rights issue of 4 New Shares for every 5 Existing Shares to raise approximately \$20.9m before costs (**the Offer**). The Offer is fully underwritten by ABN AMRO Morgans Corporate Limited.

The funds raised will primarily be used for working capital requirements and to strengthen the Company's balance sheet.

The issue price of the New Shares is \$0.25, which represents a discount of approximately 7.4% to the closing price of shares on ASX of \$0.27 on 1 December 2008.

**Key Offer Dates:**

Lodge Prospectus:	Tuesday, 2 December 2008
Rights trading commences on ASX:	Thursday, 4 December 2008
Record Date to determine entitlement to New Shares:	Wednesday, 10 December 2008
Rights trading ends:	Thursday, 18 December 2008
Closing Date for applications under the Offer:	5.00pm (AEDST) Tuesday, 30 December 2008
New shares allotted:	Wednesday, 7 January 2008
New shares trade on a normal (T+3) basis on ASX:	Friday, 9 January 2008

The proceeds of the rights issue will enhance the future of the Company. The Board of Directors invite you to consider the contents of the Prospectus and encourage you to participate in the Offer.

The Prospectus for the Rights Issue has been lodged with ASIC and ASX and is available on the ASX's website ([www.asx.com.au](http://www.asx.com.au)).

Contact: David Cleland, Company Secretary  
Phone: (03) 9674 0410

**Profile of Bisalloy Steel Group Limited:**

Bisalloy Steel Group Limited (formerly Atlas Group Holdings Limited) recently completed the sale of the Atlas Distribution division and changed its name to Bisalloy Steel Group Limited. The remaining business is Australia's only manufacturer of high tensile, abrasion resistant and armour grade Quench and Tempered ("Q&T") alloyed steel plates. Bisalloy currently has operations in Australia and two distribution joint ventures – Bisalloy (Thailand) Co Limited and PT Bima Bisalloy in Indonesia.

Bisalloy manufactures wear plates for mining applications such as lining in dump trucks and dragline buckets, structural plates for applications such as booms on cranes and other applications which require light weight and high strength, and armour plates for applications such as armoured personnel carriers and riot police vehicles.