

16 December 2008

Company Announcements Office
Australian Stock Exchange Limited
Level 4, 20 Bridge Street
Sydney NSW 2000

Takeovers Panel application to be contested

Bisalloy Steel Group Limited (**Bisalloy** or the **Company**, stock code **BIS**) has received a copy of an application to the Takeovers Panel made by Balron Nominees Pty Limited in relation to the sub-underwriting arrangements for the rights issue announced on 2 December 2008.

The Company intends to contest the application.

The Company is continuing the rights issue in accordance with the current timetable. As such, rights trading continues until Friday, 19 December 2008.

Regards



Mr David Cleland
Company Secretary