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ASX ANNOUNCEMENTS PLATFORM

10 July 2008

PROPOSED ISSUE OF SHARES IN LIEU OF SUCCESS FEES

The Directors of Midwest Corporation Limited (ASX: MIS) (**Midwest**) today announce a proposed issue of securities with the following details, as required by Listing Rule 3.10.3:

- | | |
|---|--|
| 1. Class of Securities. | Ordinary, Fully paid |
| 2. Number of securities to be issued (if known) or maximum number which may be issued. | 3,019,243 |
| 3. Principal terms of the securities to be issued. | All terms as per ordinary fully paid Midwest shares |
| 4. Issue price or consideration. | \$19,262,767 |
| 5. Purpose of the issue. | Payment of fees to Morgan Stanley Australia Limited in respect of corporate advisory services relating to the Sinosteel takeover. The shares will be issued if Sinosteel acquire 50.1% of Midwest. |
| 6. Whether the entity will seek security holder approval in relation to the proposed issue of securities. | No |
| 7. Whether the issue will be to a class of security holders. | No |

Morgan Stanley Australia Limited has advised Midwest that it intends to conduct an orderly sale in the marketplace of the shares within a reasonable time period.

Midwest will make a further announcement when the shares are issued.

- End -

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