

SINOSTEEL OCEAN CAPITAL PTY LTD

ACN 128 764 063

SEVENTH SUPPLEMENTARY BIDDER'S STATEMENT

1. Introduction

This document is the seventh supplementary bidder's statement given pursuant to Division 4 of Part 6.5 of the *Corporations Act 2001 (Cth)* (**Corporations Act**) in compliance with the requirements of section 643 of the Corporations Act by Sinosteel Ocean Capital Pty Ltd ACN 128 764 063 (**Sinosteel**) in relation to its off-market takeover offer to acquire all the ordinary shares in Midwest Corporation Limited ACN 009 224 800 (**Midwest**) (**Seventh Supplementary Bidder's Statement**).

This Seventh Supplementary Bidder's Statement supplements and is to be read together with the original bidder's statement dated 31 March 2008, Replacement Bidders Statement dated 9 April 2008 (**Replacement Bidder's Statement**), first supplementary bidder's statement dated 9 April 2008, second supplementary bidder's statement dated 24 April 2008, third supplementary bidder's statement dated 29 April 2008, fourth supplementary bidder's statement dated 27 May 2008, fifth supplementary bidder's statement dated 28 May 2008 and sixth supplementary bidder's statement dated 2 June 2008.

1.1 Important notices

A copy of this Seventh Supplementary Bidder's Statement was lodged with the Australian Securities and Investments Commission (**ASIC**) on 9 June 2008. Neither ASIC nor its officers take any responsibility for the contents of this Seventh Supplementary Bidder's Statement.

1.2 Defined terms and interpretation

Unless the context otherwise requires, capitalised terms in this Seventh Supplementary Bidder's Statement have the same meanings given to them in Section 13 of the Replacement Bidder's Statement. The rules of interpretation set out in section 13.2 of the Replacement Bidder's Statement also apply to this Seventh Supplementary Bidder's Statement, unless the context otherwise requires.

2. Murchison Metals Limited's proposed merger with Midwest is unlikely to proceed without Sinosteel's approval

- 2.1 Sinosteel notes that Midwest has confirmed that Murchison Metals Limited's (**Murchison**) proposed merger with Midwest (**Proposed Merger**) will not proceed without Midwest shareholder approval. Sinosteel expects that the Midwest shareholder approval condition in the Merger Implementation Agreement would exclude Murchison from voting. In any event, the Proposed Merger is unlikely to proceed without Sinosteel's approval.

3. Midwest has not obtained Foreign Investment Review Board approval for the Proposed Merger

- 3.1 Sinosteel also notes that the Proposed Merger between Midwest and Murchison will require Foreign Investment Review Board approval as Sinosteel, a Chinese State owned enterprise, is the controlling shareholder in Midwest.¹ This approval has not been obtained.

4. Sinosteel's intentions in relation to the Proposed Merger

- 4.1 Sinosteel welcomes Midwest's proposal to seek the views of Sinosteel, Midwest's largest shareholder, on the Proposed Merger as there remain questions about the quality of Murchison's resource base and the synergies expected to be obtained from the merger (which, given Murchison's resource base, would likely favour Murchison substantially more than Midwest), concerns over the current litigation with Chameleon Mining NL and the arrangements Murchison has made with Mitsubishi Corporation in relation to its assets. Sinosteel is not aware of the terms of the proposed merger implementation agreement.

5. Authorisation

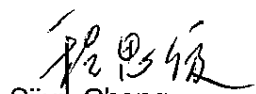
This Seventh Supplementary Bidder's Statement has been approved by a resolution passed by the Director of Sinosteel.

6. Date

This Seventh Supplementary Bidder's Statement is dated 9 June 2008 which is the date on which it was lodged with ASIC.

¹ For the purposes of the Foreign Acquisitions and Takeovers Act 1975

SIGNED for and on behalf of Sinosteel Ocean Capital Pty Ltd.



Sijun Cheng
Director
Sinosteel Ocean Capital Pty Ltd