

This announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for the Shares. Potential investors should read the prospectus dated 13 February 2012 (the “Prospectus”) issued by Xiwang Special Steel Company Limited (the “Company”) for detailed information about the Global Offering described below before deciding whether or not to invest in the Shares thereby being offered.

Hong Kong Exchanges and Clearing Limited, The Stock Exchange of Hong Kong Limited (the “Hong Kong Stock Exchange”) and Hong Kong Securities Clearing Company Limited (the “HKSCC”) take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

Unless defined herein, terms in this announcement shall have the same meanings as those defined in the Prospectus.



XIWANG SPECIAL STEEL COMPANY LIMITED

(西王特鋼有限公司)

(incorporated in Hong Kong with limited liability)

GLOBAL OFFERING

- Number of Offer Shares under the Global Offering : 500,000,000 Shares, comprising 400,000,000 New Shares to be offered by the Company and 100,000,000 Sale Shares to be offered by the Selling Shareholder (subject to the Over-allotment Option)**
- Number of International Offer Shares : 450,000,000 Shares (subject to adjustment and the Over-allotment Option)**
- Number of Hong Kong Offer Shares : 50,000,000 Shares (subject to adjustment)**
- Maximum Offer Price : HK\$3.36 per Offer Share payable in full on application and subject to refund on final pricing, plus brokerage of 1%, Hong Kong Stock Exchange trading fee of 0.005% and SFC transaction levy of 0.003%**
- Nominal value : HK\$0.10 per Share**
- Stock code : 1266**

Sole Sponsor and Sole Global Coordinator

J.P.Morgan

Joint Bookrunners and Joint Lead Managers

J.P.Morgan



Application has been made by the Company to the Listing Committee of the Stock Exchange for the listing of, and permission to deal in, the Shares in issue and the Shares to be issued pursuant to the Capitalization Issue, the Shares to be issued pursuant to the Global Offering including any Shares which may fall to be issued upon the exercise of the Over-allotment Option and any Shares issuable on the exercise of any options that may be granted under the Share Option Scheme.

The Global Offering comprising (a) initially 50,000,000 Shares under the Hong Kong Public Offering (subject to adjustment), (b) initially 450,000,000 Shares under the International Offering (subject to adjustment and the Over-allotment Option) and (c) up to 75,000,000 additional Shares representing 15% of the number of Shares initially available under the Global Offering which may be issued upon the exercise of the Over-allotment Option. In the event the Over-allotment Option is exercised, an announcement will be available at the websites of the Company at www.xiwangsteel.com and the Hong Kong Stock Exchange at www.hkexnews.hk.

Applications of the Hong Kong Offer Shares will only be considered on the basis of the terms and conditions set out in the Prospectus and the related Application Forms.

Applicants who wish to be allotted the Hong Kong Offer Shares in their own names should (i) complete and sign the **WHITE** Application Forms or (ii) submit applications online through the designated website of the HK eIPO White Form Service Provider at www.hkeipo.hk under the **HK eIPO White Form** service. Applicants who wish to have the Hong Kong Offer Shares allotted and issued in the name of HKSCC Nominees Limited and deposited directly into CCASS for credit to their CCASS Investor Participant stock accounts or the stock accounts of their designated CCASS Participants should (i) complete and sign the **YELLOW** Application Forms; or (ii) give **electronic application instructions** to HKSCC via CCASS.

Copies of the Prospectus, together with the **WHITE** Application Forms, may be obtained during normal business hours from 9:00 a.m. on Monday, 13 February 2012 until 12:00 noon on Thursday, 16 February 2012, from the following locations:

1. J.P. Morgan Securities (Asia Pacific) Limited, 28/F, Chater House, 8 Connaught Road, Central, Hong Kong; or
2. Citigroup Global Markets Asia Limited, 50/F, Citibank Tower, Citibank Plaza, 3 Garden Road, Central, Hong Kong; or
3. Kim Eng Securities (Hong Kong) Limited, Level 30, Three Pacific Place, 1 Queen's Road East, Hong Kong; or
4. CCB International Capital Limited, 34/F., Two Pacific Place, 88 Queensway, Admiralty, Hong Kong; or
5. ABCI Securities Company Limited, Room 701, 7/F, One Pacific Place, 88 Queensway, Admiralty, Hong Kong; or

6. any of the following branches of the receiving banks for the Hong Kong Public Offering:

Bank of Communications Co., Ltd. Hong Kong Branch

	Branch name	Address
Hong Kong Island	Hong Kong Branch North Point Sub-Branch	20 Pedder Street, Central 442-444 King's Road
Kowloon	Kowloon Sub-Branch	G/F., 563 Nathan Road
New Territories	Tiu Keng Leng Sub-Branch Tsuen Wan Sub-Branch	Unit L2-064 & 065 Metro Town Shopping Mall 8 King Ling Road G/F., Shop G9B-G11 Pacific Commercial Plaza Bo Shek Mansion 328 Sha Tsui Road

Standard Chartered Bank (Hong Kong) Limited

	Branch name	Address
Hong Kong Island	Des Voeux Road Branch Hennessy Road Branch	Standard Chartered Bank Building, 4-4A, Des Voeux Road Central, Central 399 Hennessy Road, Wanchai
Kowloon	Kwun Tong Hoi Yuen Road Branch Tsimshatsui Branch	G/F, Fook Cheong Building No. 63 Hoi Yuen Road Kwun Tong, Kowloon G/F, 10 Granville Road Tsimshatsui
New Territories	Tsuen Wan Branch	Shop C, G/F & 1/F, Jade Plaza 298 Sha Tsui Road Tsuen Wan

The Bank of East Asia, Limited

	Branch name	Address
Hong Kong Island	Main Branch	10 Des Voeux Road Central, HK
	Wanchai Branch	Shop A-C, G/F, Easey Commercial Building 253-261 Hennessy Road Wanchai
Kowloon	East Tsim Sha Tsui Branch	Shop G3-G5, G/F, East Ocean Centre, 98 Granville Road Tsim Sha Tsui
	Hoi Yuen Road Branch	Unit 1, G/F, Hewlett Centre 54 Hoi Yuen Road
New Territories	Ha Kwai Chung Branch	202 Hing Fong Road

Wing Lung Bank, Limited

	Branch name	Address
Hong Kong Island	Head Office	45 Des Voeux Road Central
	Johnston Road Branch	118 Johnston Road
Kowloon	Mongkok Branch	B/F Bank Centre, 636 Nathan Road
	Tsim Sha Tsui Branch	4 Carnarvon Road
New Territories	Shatin Plaza Branch	21 Shatin Centre Street

Copies of the Prospectus, together with the **YELLOW** Application Forms, may be obtained during normal business hours from 9:00 a.m. on Monday, 13 February 2012 until 12:00 noon on Thursday, 16 February 2012 at the Customer Service Center of HKSCC at 2nd Floor, Infinitus Plaza, 199 Des Voeux Road Central, Hong Kong or your stockbroker, who may have **YELLOW** Application Forms and Prospectus available.

Applicants applying by HK eIPO White Form may submit application to the HK eIPO White Form Service Provider through the designated website www.hkeipo.hk from 9:00 a.m. on Monday, 13 February 2012 until 11:30 a.m. on Thursday, 16 February 2012 or such later time as described under the section headed “How to Apply for Hong Kong Offer Shares — Effect of Bad Weather on the Opening of the Application Lists” in the Prospectus (24 hours daily, except on the last application day).

CCASS Participants can input **electronic application instructions** from 9:00 a.m. on Monday, 13 February 2012 until 12:00 noon on Thursday, 16 February 2012.

Please refer to the “Structure of the Global Offering” and “How to Apply for Hong Kong Offer Shares” sections of the Prospectus for details of the conditions and procedures of the Hong Kong Public Offering.

The Company expects to announce the final Offer Price, the indication of the levels of interest in the International Offering, results of applications and basis of allocation of the Hong Kong Offer Shares under the Hong Kong Public Offering on Wednesday, 22 February 2012, in the South China Morning Post (in English) and the Hong Kong Economic Times (in Chinese), and on the Company’s website at www.xiwangsteel.com and the website of the Hong Kong Stock Exchange at www.hkexnews.hk. Results of allocations and the Hong Kong identity card/passport/Hong Kong business registration numbers of successful applicants under the Hong Kong Public Offering will be available in the manners as specified in the section headed “How to Apply for Hong Kong Offer Shares — Publication of results” in the Prospectus from Wednesday, 22 February 2012.

Dealing in the Shares on the Hong Kong Stock Exchange are expected to commence at 9:00 a.m. on Thursday, 23 February 2012. The Shares will be traded in board lots of 1,000 each under the stock code “1266”. The Company will not issue any receipts for sum paid on application or any temporary documents of title.

By order of the Board
Xiwang Special Steel Company Limited
Yong Wang
Chairman

Hong Kong, Monday, 13 February 2012

As at the date of this announcement, the executive Directors are Mr. Liang Wang, Mr. Gang Wang, Mr. Tao Wang, the Non-executive Directors are Mr. Yong Wang, Mr. Di Wang, Mr. Xihu Sun, and the independent non-executive Directors are Mr. Shu Sun Sunny Leung, Mr. Gongxue Zhang, Mr. Kou Yu.

Please also refer to the published version of this announcement in the **South China Morning Post**.