2007 Annual General Meeting
14 November 2007
Safety Announcement
Annual General Meeting
Graham Kraehe
Chairman
14 November 2007
Chairman’s Address
Performance
Second best year ever

<table>
<thead>
<tr>
<th></th>
<th>2003</th>
<th>2004</th>
<th>2005</th>
<th>2006</th>
<th>2007</th>
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</thead>
<tbody>
<tr>
<td><strong>Revenue</strong></td>
<td></td>
<td></td>
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<tr>
<td><strong>NPAT</strong></td>
<td>452</td>
<td>584</td>
<td>982</td>
<td>338</td>
<td>686</td>
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<td><strong>A$ million</strong></td>
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<tr>
<td><strong>Earnings Per Share</strong></td>
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<td></td>
<td>95 ¢</td>
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</tbody>
</table>

Revenue: A$ 8.9 billion (Up 11%)


Earnings Per Share: 95 ¢ (Up nearly 100%)
Shareholder Returns
Dividends

Total Annual Dividend
- all fully franked

47¢ per share  (Up 7%)

Total Returns
- over past 5 years

$3.15 per share  (A$2.3 billion)
BSL’s 5-Year TSR Index is nearly double the ASX Top100
Asset Management
Initiatives

• Sale of Vistawall
• Closed Taiwan business
• Ceased Tin Mill operations in Port Kembla
• Acquired Smorgon Steel Distribution (renamed BlueScope Distribution)
Capital Projects
2nd paint line to be built in Cilegon, Indonesia
Corporate Social Responsibility
Environment

5.5 BILLION LITRES OF RECYCLED WATER USED AT PORT KEMBLA.

REDDUCING FRESH WATER USE BY 60% AT WESTERN PORT.
Workplace Relations

BSL Manhours lost to Industrial Action (Australia-wide)

Hours

2001 2002 2003 2004 2005 2006 2007
BSL Lost Time Injury Frequency Rate

Reported global IISI performance

Injuries per million hours worked

<table>
<thead>
<tr>
<th>Year</th>
<th>Injuries</th>
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<tbody>
<tr>
<td>1995</td>
<td>16</td>
</tr>
<tr>
<td>1997</td>
<td>14</td>
</tr>
<tr>
<td>1999</td>
<td>4.8</td>
</tr>
<tr>
<td>2001</td>
<td>3.5</td>
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<tr>
<td>2003</td>
<td>2.8</td>
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<tr>
<td>2005</td>
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<td>2007</td>
<td>0.4</td>
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</tbody>
</table>
Corporate Governance
Events since year end
A solid first four months

Another strong operations performance at all facilities

UPSTREAM

- North America
  - HRC price to scrap cost spread narrowed relative to previous year
- Australia
  - steel prices stable
  - net increase in raw materials costs
- New Zealand
  - higher coal costs (+A$20 in FY08)

MID & DOWNSTREAM

- Australia
  - increased customer focus
- Asia
  - Stable, with opportunities to improve
    - Thailand – election 23 December
    - China – margin squeeze and intense competition
- North America
  - Continued strong performance even following sale of Vistawall

STRONGER AUSTRALIAN DOLLAR
Annual General Meeting
Paul O’Malley
Managing Director & CEO
14 November 2007