



NSL Consolidated

7th August 2015

NSL RECEIVES PURCHASE ORDER FOR SPECIALISED LUMP PRODUCT

NSL Consolidated Limited (Company, ASX: **NSL, NSLO**) is pleased to provide an update in relation to its Indian iron ore operations.

During the past 6 months the Company has been conducting significant market evaluation and technical reviews with key steel industry producers in addition to the current offtake agreements in place. One of the key outcomes from this exercise has been the ability to fully understand the required product mix and technical requirements needed by individual blast furnaces.

As a result the Company has now received a Purchase Order (PO) from Srikalahasthi Pipes Limited (SPL) for a trial quantity of sized lump iron ore for use in their pipe casting division.

The PO, being for 100 tonnes of blast furnace feed lumps, is a specialised NSL produced product that is relatively unique to NSL as a result of the ore geology and beneficiation process at the Company's operations. The specialised blend of iron, silica and alumina is critical to the performance of the furnace and quality of the finished cast iron.

Based on the successful completion of the trial batch through their furnace, SPL require 5,500 tonnes per month of this specialised product. It is envisaged that the process will be fully completed in the coming weeks.

Srikalahasthi Pipes Limited (which was formerly part of the Lanco Group) is a part of the Electrosteel Group. This cross India group focussed solely on steel and value addition has installed capacity in excess of 2.5mtpa of hot metal, combined with numerous other value addition operations, focussed heavily on steel pipes and cast products.

The Srikalahasthi Pipes steel complex is approximately 300kms from NSL's operations and is located within the Tirupati region of Andhra Pradesh, making it one of the major steel producers in the State. Production facilities located at the SPL complex include:

- Coke Oven Plant
- 12MW Power Plant
- Blast Furnace
- Sinter Plant
- Cement Plant
- Ductile Iron Pipe Plant

For further information on SPL, please refer to www.electrosteel.com and www.srikalahasthipipes.com

CONTACT:

Cedric Goode
NSL Consolidated
+61400 408 477

Kevin Skinner
Field Public Relations
+61 414 822 631