

OneSteel Limited Operational Risk Committee Charter

1. COMPOSITION

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| 1.1 Members | Mr P J Smedley (“Chair”) Mr R B Davis Mr P G Nankervis Mr D A Pritchard Mr G J Smorgon |
| 1.2 Invited Attendee | Mr G J Plummer – MD & CEO |
| 1.3 Secretary | OneSteel Limited Company Secretary |
| 1.4 Management | Management may attend meetings of the Operational Risk Committee (“Committee”) by invitation |

2. TERMS OF REFERENCE

2.1 Duties/Scope

The Operational Risk Committee focuses on particular operational and business risks referred to the Committee by the OneSteel Limited (“Company”) board of directors (“Board”). The duties of the Committee in respect of the risks referred by the Board may include to:

- 2.1.1 monitor and report to the Board on critical operational and business risks;
- 2.1.2 ensure monitoring, review and audit coverage of operational and business risks are appropriate; and
- 2.1.3 initiate any investigations or review of processes that are deemed appropriate for any specific critical operational or business risk.

2.2 Meetings

The Committee meets as required.

2.3 Quorum

Two members of the Committee constitute a quorum.

2.4 Calling of Meetings

Meetings are called by the Company Secretary as directed by the Board or at the request of the Chair of the Committee.

2.5 Minutes

Minutes of meetings of the Committee are kept by the Company Secretary and approved at the next Committee meeting. Minutes are presented at the next Board Meeting.

2.6 Annual Review and Board Approval

The Governance & Nominations Committee reviews the Charter annually and recommends it to the Board.

The Charter was last reviewed by the Governance and Nominations Committee on 3 August 2011 and approved by the OneSteel Limited Board on 15 August 2011.