



30 September 2009

The Companies Officer
ASX Limited
2 The Esplanade,
Perth, WA, 6000

Dear Sir

CISA Agreement

Fortescue Metals Group Ltd ("Fortescue" "ASX:FMG") advises, with regard to its Agreement announced on 17 August 2009 with the Baosteel Group and China Iron & Steel Association "CISA", that the condition subsequent relating to the completion of finance by 30 September, 2009 will not be met in time. Fortescue intends to continue working co-operatively with CISA including the provision of attractive iron ore pricing if requested.

Yours sincerely

Fortescue Metals Group Ltd

Rod Campbell

Company Secretary