

**CALIFORNIA STEEL INDUSTRIES, INC.**

February 7, 2013

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Fontana, CA 92335
Phone (909) 350-6400
Fax (909) 350-6257****Kristen Seymour
O'Neal Flat Rolled Metals LLC
1229 South Fulton Ave
Brighton CO 80601****E-mail: Kristen.Seymour@ofmetals.com
Fax #: 303-655-5161**

Dear Kristen:

Subject: Conflict Minerals

Regarding the issue of "conflict minerals" legislation, California Steel Industries, Inc. is in full compliance. CSI regards compliance with all applicable statutory requirements very seriously.

For your background, in July 2010, President Obama signed into law H.R. 4173, the Wall Street Reform and Consumer Protection Act. Section 1502 of that act imposes reporting requirements on manufacturers of products that contain metals derived from minerals that originate in the Democratic Republic of Congo or an adjoining country. These "conflict minerals" include columbite-tantalite (for the elements Niobium, Tantalum), cassiterite, (for the element Tin), wolframite, (for the element Tungsten), gold, their derivatives or any others so designated by the U.S. Secretary of State.

California Steel Industries, Inc. secures steel slabs as its primary raw material and does not purchase or engage in smelting, refining or use in any way any of the above noted minerals. Neither does CSI source any of its slabs from the DRC, neighboring countries or any portion of the African continent. The primary source of slabs used for manufacturing at CSI is: U.S. domestic, Brazil, Mexico, Japan, Australia and Europe. Further, no steel grade manufactured by CSI includes any alloy constituent of Tantalum, Tin, Tungsten or Gold. On occasion, CSI requires the use of ferroniobium in the manufacture of special High Strength Low Alloy steel grades. The originating source of ferroniobium used by our suppliers is Brazil and Canada; together supporting over 90% of the world's supply for steel making.

Should you have any further questions regarding this issue, please contact me at your convenience.

Sincerely,

CALIFORNIA STEEL INDUSTRIES, INC.**Ralph P. Hayden
Chief Metallurgist
And Manager Metallurgical and Quality Services**

RPH/bac

Conflict Minerals-MWU-KS-RPH