

BOULDER STEEL LIMITED

A.C.N 009 074 588

Head Office: Level 2, 16 Byfield Street, NORTH RYDE NSW 2113
Telephone: (+ 61 2) 9413 1811 Fax: (+ 612) 9419 2818
Postal Address: PO Box 1293, NORTH RYDE NSW 2113, AUSTRALIA
E-mail: admin@boulder.au.com Web: <http://www.bouldersteel.com.au>



31 July 2007

Company Announcements
The Australian Securities Exchange
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

RE: BOULDER STEEL LIMITED
REPORT FOR QUARTER ENDED 30 JUNE 2007

1. Australian Seamless Tube Project, Ipswich, Queensland
100% Boulder Steel Limited (through subsidiary)

The authorities have requested clarification of some matters contained in the Environmental Assessment Report (EAR). A comprehensive response has been prepared and submitted, which satisfactorily answers the issues raised. Some fine-tuning to the design of the plant, to ensure noise emissions meet all appropriate standards, is nearing completion.

A comprehensive community consultation program has been completed. The local community showed strong support for the project and no significant objections were raised.

The design for the bulk earthworks for the project has been completed following input from the local authorities. The application to undertake the bulk earthworks will be submitted to the authorities by the end of July and approval to commence work on the site is expected during the 4th Quarter.

With work on the EAR and bulk earthworks virtually complete, the pre-project tasks of engineers, GHD, are now coming to an end.

A draft turnkey contract of the entire project has been prepared for submission to the project's turn key contractor, CZMT. Included in the contract is a comprehensive project specification.

Proposals for supply of scrap and HBI have been received from major suppliers. These proposals are in line with the assumptions incorporated into the financial model.

For personal use only

Project Financing

The company has asked for a temporary suspension of its securities from official quotation, pending the release of an announcement.

2. Euro Forming Services GmbH (“EFS”) 50% Boulder Steel Limited

During the period, EFS’s total sales were €3,371,371 (A\$5,618,952)*, up from €3,300,146 (A\$5,500,243)* during the previous quarter.

*Assuming a long-term exchange rate of €0.60/A\$.

EFS – Quarterly Revenue during last 4 quarters			
3 rd Quarter 2006	4 th Quarter 2006	1 st Quarter 2007	2 nd Quarter 2007
€3,410,642	€2,749,931	€3,300,146	€3,371,371
A\$5,684,404	A\$4,583,218	A\$5,500,243	A\$5,618,952
+15.6%*	-19.4%*	+20.0%*	+2.2%*

* Quarterly revenue changes

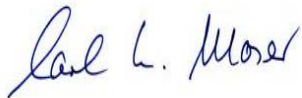
EFS has completed the purchase of its new production facility in an industrial park near Heiligenkreuz in the Austrian state of Burgenland. The new workshop will complement the existing operation in Bitburg, Germany, which will focus on the growing demand for airbag cylinders, gas dampening systems and cam shafts in the future.

The new facility in Austria was visited by Boulder management in July 2007.

3. Statement of Consolidated Cash Flow and Changes in Interest in Mining Tenements

These reports are attached.

Yours faithfully
Boulder Steel Limited



Carl U Moser
Director & General Manager

For personal use only

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

BOULDER STEEL LIMITED

ABN

009 074 588

Quarter ended ("current quarter")

30 June 2007

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (12...months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for		
(a) exploration and evaluation	-	-
(b) development	(1,737)	(5,320)
(c) production	-	-
(d) administration	(475)	(1,600)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	184	855
1.5 Interest and other costs of finance paid	-	(3)
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net Operating Cash Flows	(2,028)	(16,068)
Cash flows related to investing activities	-	-
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	(2)	(2,389)
(c) other fixed assets	-	(244)
1.9 Proceeds from sale of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	(82)
Net investing cash flows	(2)	(2,717)
1.13 Total operating and investing cash flows (carried forward)	(2,030)	(8,785)

		(1,542)	(8,785)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	485	2,266
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other	-	-
	Net financing cash flows	485	2,266
	Net increase (decrease) in cash held	(1,545)	(6,519)
1.20	Cash at beginning of quarter/year to date	22,652	27,626
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	21,107	21,107

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	321
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Directors fees, salaries and consulting fees.

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

--

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

--

Financing facilities available

Add notes as necessary for an understanding of the position.

		Amount available \$A'000	Amount used \$A'000
3.1	Loan facilities		
3.2	Credit standby arrangements		

Estimated cash outflows for next quarter

\$A'000

For personal use only

4.1	Exploration and evaluation	-
4.2	Development	1,000
Total		1,000

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.		Current quarter \$A'000	Previous quarter \$A'000
5.1	Cash on hand and at bank	21,107	22,652
5.2	Deposits at call	-	-
5.3	Bank overdraft	-	-
5.4	Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)		21,107	22,652

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed			
6.2	Interests in mining tenements acquired or increased			

For personal use only

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference + securities <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	479,492,707	479,492,707		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5 +Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i>	8,150,000 6,450,000 5,500,000 150,537,731	- - - 150,537,731	<i>Exercise price</i> 20c 30c 60c 20c	<i>Expiry date</i> 31-03-2011 30-06-2009 30-06-2009 30-11-2008
7.8 Issued during quarter	-	-	-	-
7.9 Exercised during quarter	1,527,000	1,527,000	20c	30-11-2008
7.10 Expired during quarter				
7.11 Debentures <i>(totals only)</i>				
7.12 Unsecured notes <i>(totals only)</i>				

For personal use only

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act **or other standards acceptable to ASX** (see note 4).
- 2 This statement does ~~does not~~* (*delete one*) give a true and fair view of the matters disclosed.

Sign here:Carl Moser.....
 (Director/~~Company secretary~~)

Date: ...31 July 2007....

Print name:Carl Moser.....

Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

=====

For personal use only