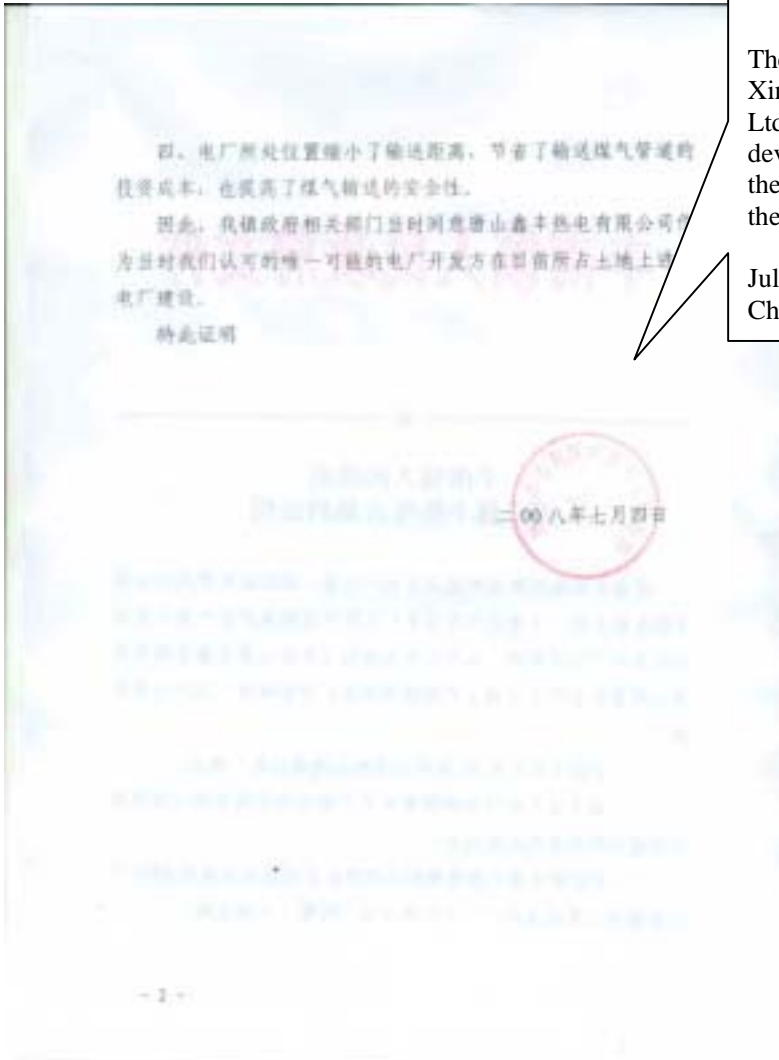


## Fengnan Town Government Document

Prove Letter issued by Fengnan Town Government regarding the Land Occupied by Tangshan Xinfeng Thermal and Power Co., Ltd.

Before Xinfeng built their power plant, we never received application from Guofeng Iron and Steel regarding building a captive power plant utilizing blast furnace gas. There are several following reasons that we consider to have Tangshan Xinfeng Thermal and Power Co., Ltd. to develop this power project on the current land they occupy, in the aspects of feasibility and planning:

1. In Guofeng North Area, there is no appropriate land available for the construction of a power plant.
2. In the Guofeng North Area and its vicinity there is no approved industrial and big enough land available for the construction of a power plant to utilise the waste gas from the plant.
3. The land occupied by Tangshan Xinfeng Thermal and Power Co., Ltd. has been the only area of land that has the necessary land approvals for the construction of power plant since 2006



4. The location of the plant not only provides the lowest cost investment in terms of reduced cost of pipes, but also improves the safety of waste gas transportation.

Therefore, we agreed that Tangshan Xinfeng Thermal and Power Co., Ltd. as the only possible power plant developer authorized by us to build the power plant on the current land they occupy.

July 4, 2008  
Chop of Fengnan Town Government