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8 June 2007

By Fax 1900 999 279

The Manager
Australian Stock Exchange Limited
Company Announcements Office
Exchange Centre
20 Bridge Street
Sydney NSW 2000

Our reference: 126/13103/80048257

Number of pages - 4

Dear Sir

Sims Group Limited: Notice of change of interests of substantial holder

On behalf of Hugo Neu Corporation, we attach a Form 604: Notice of change of interests of substantial holder, in respect of the holding of Hugo Neu Corporation and its related entities in Sims Group Limited ACN 114 838 630.

A copy of this form has been provided to Sims Group Limited.

Yours faithfully

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Form 604
Corporations Act 2001
Section 671B

Notice of change of interests of substantial holder

To Company Name/Scheme: Sims Group Limited (the "Company")

ACN/ARSN: ACN 114 838 630

1. Details of substantial holder (1)

Name: Flynn-Learner ("FL") and Hugo Neu Corporation ("HNC") (as nominee for itself and FL) and each of the entities listed in Annexure A to this notice (together the "Hugo Neu Group") and The Trust Created under Article Seventh of the Will of Hugo Neu for the Primary Benefit of the Family of John L Neu, The John Neu Trust No. 1 and The John L Neu Trust No. 2, and John L. Neu, in his capacity as voting trustee of each of the foregoing trusts (together, the "Hugo Neu Trusts").

ACN/ARSN (if applicable)

There was a change in the interests of the substantial holder on: 6/6/2007

The previous notice was given to the company on: 2/11/2005

The previous notice was dated: 2/11/2005

2. Previous and present voting power

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in when last required, and when now required, to give a substantial holding notice to the company or scheme, are as follows:

Class of securities (4)	Previous notice		Present notice	
	Person's votes	Voting power (5)	Person's votes	Voting power (5)
Ordinary Shares	32,137,071	26.0%	7,055,324	5.60%

3. Changes in relevant interests

Particulars of each change in, or change in the nature of, a relevant interest of the substantial holder or an associate in voting securities of the company or scheme, since the substantial holder was last required to give a substantial holding notice to the company or scheme are as follows:

Date of change	Person whose relevant interest changed	Nature of change (6)	Consideration given in relation to change (7)	Class and number of securities affected	Person's votes affected
6/6/07	Hugo Neu Group and the Hugo Neu Trusts	HNC has completed the disposal of 25,208,600 ordinary shares in the Company to Volraint No. 1652 Pty Limited ("Volraint") pursuant to the share sale agreement dated 30 March 2007 between Hugo Neu Corporation ("HNC"), Volraint and Mitsui & Co., Ltd. ("Mitsui") as annexed to Form 603 notice of initial substantial holder given by Volraint to the ASX on 3 April 2007.	$24.00 per share	25,208,600 ordinary shares	25,208,600

4. Present relevant interests

Particulars of each relevant interest of the substantial holder in voting securities after the change are as follows:

Holder of relevant interest	Registered holder of securities	Person entitled to be registered as holder (8)	Nature of relevant interest (6)	Class and number of securities	Person's votes
Hugo Neu Group	HNC	HNC	HNC is the registered holder of 7,055,324 ordinary shares in the Company ("Shares") and therefore has a relevant interest in those Shares under section 608(1) of the Corporations Act 2001 (Cth). HNC holds all of the Shares for its own account and as nominee for the account of FL under a Nominee Agreement. HNC controls each entity listed in Annexure A.	7,055,324 ordinary shares	7,055,324
Hugo Neu Trusts	HNC	HNC	The Hugo Neu Trusts control HNC and accordingly have the same relevant interest in the Shares as HNC under section 608(3) of the Corporations Act 2001 (Cth).	7,055,324 ordinary shares	7,055,324

5. Changes in association

The persons who have become associates (2) of, ceased to be associates of, or have changed the nature of their association (9) with, the substantial holder in relation to voting interests in the company or scheme are as follows:

Name and ACN/ARSN (if applicable)	Nature of association
HNSP Development, LLC. (formerly known as Hugo Neu Steel Products, Inc.) ("**HNSP**")	HNC no longer holds any Shares as nominee for the account of HNSP under a Nominee Agreement. HNSP remains under the control of HNC and is therefore an associate of HNC under section 12(2) of the Corporations Act 2001 (Cth).
C.O.S. Properties LLC	C.O.S. Properties LLC (as referred to in Annexure A) is controlled by HNC and is therefore an associate of HNC under section 12(2) of the Corporations Act 2001 (Cth).
L.A.J. Properties LLC	L.A.J. Properties LLC (as referred to in Annexure A) is controlled by HNC and is therefore an associate of HNC under section 12(2) of the Corporations Act 2001 (Cth).

6. Addresses

The addresses of persons named in this form are as follows:

Name	Address
Hugo Neu Group	c/o HNC, 120 Fifth Avenue, 6th Floor, New York New York, 10011 USA
Hugo Neu Trusts	c/o HNC, 120 Fifth Avenue, 6th Floor, New York New York, 10011 USA

Signature

print name John L. Neu

capacity Chairman of the Board and Chief Executive Officer of Hugo Neu Corporation

sign here

date 6/6/2007

DIRECTIONS

(1) If there are a number of substantial holders with similar or related relevant interests (eg. a corporation and its related corporations, or the manager and trustee of an equity trust), the names could be included in an annexure to the form. If the relevant interests of a group of persons are essentially similar, they may be referred to throughout the form as a specifically named group if the membership of each group, with the names and addresses of members is clearly set out in paragraph 6 of the form.

(2) See the definition of "associate" in section 9 of the Corporations Act 2001.

(3) See the definition of "relevant interest" in sections 608 and 671B(7) of the Corporations Act 2001.

(4) The voting shares of a company constitute one class unless divided into separate classes.

(5) The person's votes divided by the total votes in the body corporate or scheme multiplied by 100.

(6) Include details of:

(a) any relevant agreement or other circumstances because of which the change in relevant interest occurred. If subsection 671B(4) applies, a copy of any document setting out the terms of any relevant agreement, and a statement by the person giving full and accurate details of any contract, scheme or arrangement, must accompany this form, together with a written statement certifying this contract, scheme or arrangement; and

(b) any qualification of the power of a person to exercise, control the exercise of, or influence the exercise of, the voting powers or disposal of the securities to which the relevant interest relates (indicating clearly the particular securities to which the qualification applies).

See the definition of "relevant agreement" in section 9 of the Corporations Act 2001.

(7) Details of the consideration must include any and all benefits, money and other, that any person from whom a relevant interest was acquired has, or may, become entitled to receive in relation to that acquisition. Details must be included even if the benefit is conditional on the happening or not of a contingency. Details must be included on any benefit paid on behalf of the substantial holder or its associate in relation to the acquisitions, even if they are not paid directly to the person from whom the relevant interest was acquired.

(8) If the substantial holder is unable to determine the identity of the person (eg. if the relevant interest arises because of an option) write "unknown".

(9) Give details, if appropriate, of the present association and any change in that association since the last substantial holding notice.

Annexure "A"

This is the annexure marked "A" of one page referred to in Form 604 Notice of change of interests of substantial holder signed by me and dated 6 June 2007

Date: 6 June 2007

Signature:

Name: John L Neu

- HNSP Development, LLC. (formerly known as Hugo Neu Steel Products, Inc.)
- River Terminal Warehouses Corp.
- RTC Properties, Inc.
- RTL Services Inc.
- Garden Navigation Corp.
- Cove Contractors Inc.
- The Learner Company
- Fresno Recycling Company
- Western Stevedoring Corp.
- Neu Properties, Inc.
- Metro Metal Recycling Corp.
- Hugo Neu Corporation FS Corp.
- PPA Metal Recycling Corp.
- Hugo Neu Resource Recovery, LLC
- C.O.S. Properties LLC
- L.A.J. Properties LLC