

China Precision Steel, Inc.  
 Form 4  
 October 17, 2007

**FORM 4**

**UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
 Washington, D.C. 20549**

OMB APPROVAL

OMB Number: 3235-0287  
 Expires: January 31, 2005  
 Estimated average burden hours per response... 0.5

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person \*  
**Wan Hung**

(Last) (First) (Middle)

SUITE C, 20/F NEICH  
 TOWER, 128 GLOUCESTER  
 ROAD

(Street)

WAN CHAI, HK, SAR OF THE  
 PRC, K3

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol  
**China Precision Steel, Inc. [CPSL]**

3. Date of Earliest Transaction  
 (Month/Day/Year)  
**10/15/2007**

4. If Amendment, Date Original Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

\_\_\_ Director \_\_\_X\_\_\_ 10% Owner  
 \_\_\_ Officer (give title below) \_\_\_ Other (specify below)

6. Individual or Joint/Group Filing(Check Applicable Line)  
 \_\_\_X\_\_\_ Form filed by One Reporting Person  
 \_\_\_ Form filed by More than One Reporting Person

**Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned**

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price
Common Stock	10/15/2007		J		89,465 (1) (2)	A	(\$)
					1,893,822	(1)	I
							By Belmont Capital Group Limited
Common Stock	10/16/2007		S		10,000 (1)	D	\$ 10.99
					1,883,822	(1)	I
							By Belmont Capital Group Limited

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Common Stock	10/16/2007	S	<u>10,000</u> (1)	D	\$ 11	1,873,822	(1)	I	By Belmont Capital Group Limited
Common Stock	10/16/2007	S	<u>10,000</u> (1)	D	\$ 11.1	1,863,822	(1)	I	By Belmont Capital Group Limited
Common Stock						1,498,615	(1)	I	By Advanz Capital, Inc.

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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SEC 1474  
(9-02)

**Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned**  
(e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities (Instr. 3 and 4)	8. P Der Sec (Ins	
				Code	V (A) (D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares
Warrant	\$ 3	10/17/2007 <sup>(5)</sup>		A <sup>(5)</sup>	0 (5)	02/21/2007	02/21/2010	Common Stock	666,667 (1)
Warrant	\$ 3	10/17/2007 <sup>(5)</sup>		A <sup>(5)</sup>	0 (5)	02/21/2007	02/21/2010	Common Stock	316,696 (1)

## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
Wan Hung SUITE C, 20/F NEICH TOWER 128 GLOUCESTER ROAD WAN CHAI, HK, SAR OF THE PRC, K3		X		

## Signatures

/s/ Hung Wan                      10/17/2007  
 \*\*Signature of                      Date  
 Reporting Person

## Explanation of Responses:

- \* If the form is filed by more than one reporting person, *see* Instruction 4(b)(v).
  - \*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- The Reporting Person disclaims beneficial ownership of all securities held by Belmont Capital Group Limited and Advanz Capital, Inc., as reported on this form, except to the extent of her pecuniary interest, and this report shall not be deemed an admission that the Reporting Person is the beneficial owner of such securities for purposes of Section 16 or for any other purpose.
- (1) On October 15, 2007, the Issuer issued 89,465 shares of its Common Stock to Belmont Capital Group Limited pursuant to Section 5.1(a) of the Stock Purchase Agreement, dated as of February 16, 2007, by and among the Issuer and the Investors named therein.
  - (2) On February 22, 2007, the Issuer issued warrants to purchase up to 666,667 shares of Common Stock to Belmont Capital Group Limited, with respect to which the Reporting Person is the Principal and Managing Director, as partial compensation for services rendered in connection with the Issuer's reverse merger in December 2006 with Partner Success Holdings Limited.
  - (3) On February 22, 2007, the Issuer issued warrants to purchase up to 316,696 shares of its Common Stock to the Belmont Capital Group Limited, with respect to which the Reporting Person is the Principal and Managing Director, as partial compensation for services rendered in connection with the Issuer's private placement of its securities in February 2007.
  - (4) Limited
  - (5) N/A

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.