

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

FORM 4 UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

OMB APPROVAL

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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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(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 ⁽⁵⁾ | | A ⁽⁵⁾ | 0 (5) | 02/21/2007 | 02/21/2010 | Common Stock | 666,667 (1) |
| Warrant | \$ 3 | 10/17/2007 ⁽⁵⁾ | | A ⁽⁵⁾ | 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, 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.
 - (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.