



UNION STEEL HOLDINGS LIMITED
友联钢铁控股有限公司

Union Steel Holdings Limited
 Company Registration Number: 200410181W
 (Incorporated in the Republic of Singapore on 12 August 2004)

Invitation in respect of 89,000,000 ordinary shares of S\$0.06 each comprising 75,000,000 New Shares and 14,000,000 Vendor Shares as follows:

- (a) **4,200,000 Offer Shares at S\$0.20 for each Offer Share by way of public offer; and**
 (b) **84,800,000 Placement Shares by way of placement, comprising:**
 (i) **76,000,000 Placement Shares at S\$0.20 for each Placement Share; and**
 (ii) **8,800,000 Reserved Shares at S\$0.20 for each Reserved Share reserved for our Independent Directors and Non-Executive Directors, employees, business associates of our Group and those who have contributed to the success of our Group,**
payable in full on application.

The Board of Directors of Union Steel Holdings Limited ("Union Steel" or the "Company") and Messrs Ang Yu Seng, Ang Yew Lai and Ang Yew Chye (the "Vendors") are pleased to announce that, as at the close of the Application List at 12.00 noon on 11 August 2005, there were 5,475 valid applications for the 4,200,000 Offer Shares available to the public for subscription. In total, these applicants validly applied for 365,407,000 Offer Shares, with application monies received amounting to approximately S\$73.1 million.

Of the 84,800,000 Placement Shares available, 84,610,000 Placement Shares have been validly subscribed for, with application monies received amounting to approximately S\$16.9 million.

Based on the total invitation size of 89,000,000 Invitation Shares (the "Invitation") and the total valid applications amounting to 450,017,000 Shares (comprising 365,407,000 Offer Shares and 84,610,000 Placement Shares (including the Reserved Shares)), the Invitation was approximately 5.06 times subscribed.

To ensure a reasonable spread of shareholders, the Board of Directors of the Company has decided on the following basis of allotment and/or allocation for the Offer Shares:-

Range of Offer Shares Applied for ('000)	Balloting Ratio	No. of Offer Shares Allotted and/or Allocated per Successful Applicant	Percentage of Total No. of Offer Shares Available to the Public (%)	No. of Successful Applicants
1	5 : 50	1,000	0.43	19
2 to 9	5 : 50	2,000	3.87	85
10 to 49	5 : 50	5,000	24.72	217
50 to 99	5 : 50	8,000	13.30	73
100 to 499	5 : 50	12,000	35.54	130
500 to 999	5 : 50	31,000	8.47	12
1,000 and above	6 : 50	60,000	13.67	10
			<u>100.00</u>	<u>546</u>

Of the applications received for 76,000,000 Placement Shares (excluding the Reserved Shares), applications in respect of an aggregate of 190,000 Placement Shares were invalid. These 190,000 Placement Shares were therefore made available to satisfy excess applications for the Offer Shares. The spread of places for the 75,810,000 Placement Shares is as follows:-

Range of Placement Shares Applied for ('000)	No. of Places
1 to 9	265
10 to 49	592
50 to 99	165
100 to 499	166
500 to 999	32
1,000 and above	12
	<u>1,232</u>

All 8,800,000 Reserved Shares have been validly taken up by the Independent Directors and Non-Executive Directors, employees, business associates of the Company and its subsidiaries (the "Group"), and those who have contributed to the success of the Group. The spread of applicants for the Reserved Shares is as follows:-

Range of Reserved Shares Applied for ('000)	No. of Applicants
1 to 99	-
100 to 499	3
500 to 999	1
1,000 and above	5
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As stated on page 41 of the Prospectus dated 2 August 2005 (the "Prospectus"), Mr Chan Kok Poh who is the Non-Executive Director of the Company and Messrs Chang Yeh Hong and Siau Kai Bing who are the Independent Directors of the Company, had fully subscribed for 200,000, 100,000 and 100,000 Reserved Shares, respectively, that were offered to them.

Pursuant to Rule 240 of the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual ("Rule 240") and to the best knowledge of Oversea-Chinese Banking Corporation Limited (the "Manager"), after having taken all reasonable steps to obtain the necessary confirmations from the persons specified under Rule 240, other than what was disclosed above, no other persons specified under Rule 240 have applied for and have been allotted and/or allocated the Invitation Shares. Should it subsequently come to the attention of the Manager that there are such persons who have been allotted and/or allocated the Invitation Shares, an appropriate announcement via SGXNET will be made before trading commences on 15 August 2005.

The Company's Shares will commence trading on a "ready" basis on 15 August 2005. There will be **NO** trading on a "when-issued" basis.

The return of unsuccessful applications using printed Application Forms, together with the full amount of the application monies (without interest or any share of revenue or other benefit arising therefrom) to the applicants by ordinary post at their own risk, is expected to be completed within 24 hours after balloting. For unsuccessful Electronic Applications, it is expected that the full amount of the application monies (without interest or any share of revenue or other benefit arising therefrom) will be credited to the applicants' accounts with their Participating Banks (as defined in the Prospectus) within 24 hours after balloting.

In respect of partially successful applications, the balance of the application monies is expected to be refunded (without interest or any share of revenue or other benefit arising therefrom) to the applicants, by ordinary post at their own risk (in the case of applications made using printed Application Forms) or through the crediting of the relevant amount to the applicants' accounts with their relevant Participating Banks (in the case of Electronic Applications) within fourteen (14) days after the close of the Application List.

Applicants may also call CDP Phone at 6535 7511 to check the results status of their IPO applications by using their T-PIN and keying in the stock code 8503. To sign-up for the service, applicants may contact CDP Customer Service Officers for an application form.

The Board of Directors of the Company and the Vendors are pleased to advise that Central Provident Fund ("CPF") members may, with effect from the date on which the Company's Shares are traded on a "ready" basis as indicated above, use their CPF Ordinary Account savings (up to 35% of investible savings) to purchase the Company's Shares under and subject to the requirements of the CPF Investment Scheme-Ordinary Account (CPFIS-OA).

The Board of Directors of the Company and the Vendors wish to thank all applicants who have applied for the Invitation Shares, the relevant authorities and all who have helped in one way or another in the Company's initial public offering, for their support and assistance.

Issued by
OVERSEA-CHINESE BANKING CORPORATION LIMITED
 Company Registration Number: 193200032W

For and on behalf of
UNION STEEL HOLDINGS LIMITED

12 AUGUST 2005