



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

PURCHASE OF PROPERTY BY A SUBSIDIARY

The Board of Directors of Union Steel Holdings Limited (the “Company”) wishes to announce that Union Steel Pte Ltd (“Union Steel”), a wholly owned subsidiary of the Company, has been granted an Option To Purchase the property known as No. 12 Gul Road, Singapore 629343 for a total consideration of S\$5,500,000.00 (“the Purchase Consideration”) from Sea Containers Asia Pte Ltd (“the Vendor”). The Purchase Consideration was arrived at on a “willing-buyer-willing seller” basis.

The purchase of the property is integral to the internal plans to consolidate its operations and to expand the business.

The aforesaid transaction would not have any significant impact on the net tangible assets and earnings per share of the Company for the financial year ending 30 June 2007.

The Group will be financing the purchase of the aforesaid property through bank borrowings and internal funding.

None of the Directors or substantial shareholders or controlling shareholders of the Company, has an interest, direct or indirect, in this transaction.

By Order of the Board

Ang Yu Seng
CEO/Executive Director