

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

ACQUISITION OF SHARES IN PT ATPK Resources Tbk (“ATPK”)

Previous Announcement

The Board of Directors of Union Steel Holdings Limited (the “Company”) refers to the Company’s announcement dated 28 September 2007 on the purchase of shares and warrants in ATPK. The last paragraph of the said announcement was not correct as the Company had purchased the said shares and warrants from Goi Seng Hui, its substantial shareholders.

Further Acquisition

The Board wishes to announce that through another married trade with Goi Seng Hui, the Company has acquired 36,000,000 ordinary shares at IDR850 per share in the share capital of ATPK for a total consideration of S\$4,987,800/- (“Acquisition”). The purchase price of IDR850 per ATPK share is less than the market price.

Costs of Investments

Details of aggregate cost of investments in the shares and warrants of ATPK are as follows:

Securities of ATPK	Number	Price per securities (IDR)	Amount (IDR)	Amount (S\$)
<u>Earlier purchase</u>				
Ordinary share	16,418,000	850	13,955,300,000	2,274,714
Warrant	37,363,334	335	12,516,716,890	<u>2,040,225</u>
Total				<u>4,314,939</u>
<u>Acquisition</u>				
Ordinary share	36,000,000	850	30,600,000,000	4,987,800
Total				<u>9,302,739</u>

Before the Acquisition, the aggregate cost of the quoted investments of the Group was about 9 % of the Group’s latest un-audited consolidated net tangible assets of S\$47.2 million as of 30 June 2007.

After the Acquisition, the aggregate cost of the quoted investments of the Group is about 20% of the Groups' latest un-audited consolidated net tangible assets of S\$47.2 million as of 30 June 2007.

Update on market value

Other than the shares and warrants in ATPK, the Company does not hold quoted securities in any other companies.

Based on the closing price on 1 October 2007 of the shares and warrants of the ATPK:

- (i) the total market value of the shares and warrants of ATPK held by the Group prior to the Acquisition is S\$7.6 million (as compared to a total cost of S\$4.3 million); and
- (ii) the total market value of the shares and warrants of ATPK held by the Group after the Acquisition is S\$15.1 million (as compared to a total cost of S\$9.3 million).

Relative figures under Chapter 10

- (a) Assets Test - the net asset value (as defined in accordance with Rule 1002(3)(a) of the Listing Manual as total assets less total liabilities) ("NAV") of the assets to be disposed of, compared with the group's NAV (Rule 1006(a)): **Not applicable**.
- (b) Profit Test: The net profits attributable to the assets disposed of compared with the group's net profits (Rule 1006(b)): **Not applicable**
- (c) Market Capitalisation Test: The aggregate value of the consideration received compared with the market capitalisation of the Company (Rule 1006 (c)):

The aggregate value of the consideration for the acquisition of the shares and warrants of ATPK as described above was approximately S\$9.3 million, representing 7.8% of the Company's market capitalisation of S\$119.75 million (based on the closing market price of S\$0.345 per share on 01 October 2007).

- (d) Equity Securities Test: The number of equity securities issued by the issuer as consideration for an acquisition, compared with the number of equity securities previously in issue (Rule 1006(d)): **Not applicable**

The Acquisition is not expected to have material impact on the net tangible assets per share or earnings per share of the Group for the financial year ending 30 June 2007.

Interest of Directors and Substantial Shareholders

Save as disclosed above, none of the Directors or the Substantial Shareholders of the Company has any interest, direct or indirect, in the above-mentioned transactions.

By Order of the Board

Ang Yu Seng
CEO/Chairman
Union Steel Holdings Limited

01 October 2007