

UNION STEEL HOLDINGS LIMITED
(Company Registration Number 200410181W)
(Incorporated in the Republic of Singapore)

RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE ("WARRANTS ISSUE") OF UP TO 69,421,050 WARRANTS ("WARRANTS") AT AN ISSUE PRICE OF S\$0.03 FOR EACH WARRANT, EACH WARRANT CARRYING THE RIGHT TO SUBSCRIBE FOR ONE (1) NEW ORDINARY SHARE ("NEW SHARE") IN THE CAPITAL OF UNION STEEL HOLDINGS LIMITED (THE "COMPANY") AT AN EXERCISE PRICE OF S\$0.12 FOR EACH NEW SHARE, ON THE BASIS OF ONE (1) WARRANT FOR EVERY FIVE (5) EXISTING ORDINARY SHARES IN THE CAPITAL OF THE COMPANY HELD BY THE ENTITLED SHAREHOLDERS AS AT THE BOOKS CLOSURE DATE, FRACTIONAL ENTITLEMENTS BEING DISREGARDED

LODGEMENT AND DESPATCH OF OFFER INFORMATION STATEMENT AND ITS ACCOMPANYING DOCUMENTS

Unless otherwise defined herein, all terms and references used in this announcement shall bear the meanings ascribed to them in the Offer Information Statement (as defined below).

The Board of Directors of the Company wishes to announce that the offer information statement dated 20 March 2008 ("**Offer Information Statement**") in relation to the Warrants Issue has been lodged with the Monetary Authority of Singapore on 20 March 2008.

Copies of the Offer Information Statement, the Provisional Allotment Letter (the "**PAL**"), the Warrants Application Form (the "**WAF**") and the Warrants And Excess Warrants Application Form (the "**WEWAF**") will be despatched by the Company to Entitled Shareholders on or around 24 March 2008.

ACCEPTANCES OF PROVISIONAL ALLOTMENTS OF WARRANTS AND (IF APPLICABLE) APPLICATIONS FOR EXCESS WARRANTS

Acceptances of provisional allotments of Warrants and applications for excess Warrants under the Warrants Issue may only be made:

- (i) in the case of Entitled Scripholders, on the PAL; and/or
- (ii) in the case of Entitled Depositors, on the WEWAF or by way of an Electronic Application through an ATM of a Participating Bank.

More information on the procedures for acceptance, payment and excess application by Entitled Shareholders may be found in the Offer Information Statement.

Trading of the provisional allotments of Warrants (or "nil-paid" rights) will commence from 9.00 a.m. on 24 March 2008 and end at 5.00 p.m. on 1 April 2008. Entitled Depositors who sell their "nil-paid" rights during this period need not forward the WEWAF to the purchasers of the provisional allotments of Warrants ("**Purchasers**") as arrangements will be made by CDP for a separate WAF to be issued to the Purchasers. Purchasers should note that CDP will, on behalf of the Company, send the WAF accompanied by the Offer Information Statement, by ORDINARY POST and at the Purchaser's OWN RISK, to their respective Singapore addresses as recorded with CDP.

The Offer Information Statement and its accompanying documents will not be despatched to Purchasers whose registered addresses with CDP are not in Singapore ("**Foreign Purchasers**").

Foreign Purchasers who wish to accept the provisional allotments of Warrants credited to their Securities Accounts should make the necessary arrangements with their Depository Agents or stockbrokers in Singapore.

EXPECTED TIMETABLE OF KEY EVENTS

Shareholders should take note of the following important dates and times relating to the Warrants Issue:-

| Event | Date |
|--|---|
| Books Closure Date | : 18 March 2008 at 5.00 p.m. |
| Despatch of Offer Information Statement, the PALs, WEWAFs and the WAFs (as the case may be) to Entitled Shareholders | : 24 March 2008 |
| Commencement of trading of "nil-paid" rights | : 24 March 2008 |
| Last date and time for splitting of provisional entitlements of Warrants | : 1 April 2008 at 4.45 p.m. |
| Last day for trading of "nil-paid" rights | : 1 April 2008 |
| Last date and time for acceptance and payment of Warrants and excess applications | : 7 April 2008 at 4.45 p.m. (9.30 p.m. for Electronic Applications) |
| Last date and time for renunciation and payment of Warrants | : 7 April 2008 at 4.45 p.m. |

WHERE TO COLLECT THE OFFER INFORMATION STATEMENT

Entitled Shareholders who do not receive the Offer Information Statement and the relevant forms within a week from the date hereof may obtain copies of the documents from:-

In the case of Entitled Depositors,

The Central Depository (Pte) Limited
4 Shenton Way #02-01
SGX Centre 2
Singapore 068807

B.A.C.S. Private Limited
63 Cantonment Road
Singapore 089758

In the case of Entitled Scripholders,

B.A.C.S. Private Limited
63 Cantonment Road
Singapore 089758

Purchasers who do not receive the WAF and the Offer Information Statement may also obtain copies of the same from CDP (at the address stated above).

BY ORDER OF THE BOARD

Ang Yu Seng
Chief Executive Officer
Union Steel Holdings Limited
20 March 2008