



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

SALE OF PROPERTY BY A SUBSIDIARY

The Board of Directors of Union Steel Holdings Limited (the "Company") wishes to announce that CMC Recycling Singapore Pte Ltd has exercised an Option To Purchase of the property known as 30 Jalan Samulan Singapore 629129 ("the Property") for a total consideration of S\$6,500,000 ("the Sale") from the Company's wholly owned subsidiary, YLS Steel Pte. Ltd ("YLS"). The sale price was derived on a willing-buyer and willing-seller basis.

The Sale is subject to the general conditions of "The Singapore Law Society's Conditions of Sale 1999" and approval and consent of the relevant government authority.

The Sale is expected to have a positive impact on the results of Group for the financial year ending 30 June 2009.

None of the directors or substantial shareholders of the Company has any interest, direct or indirect, in the above transaction.

By Order of the Board

Ang Yu Seng
CEO/Executive Director