



## UNION STEEL HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)  
Company Registration Number 200410181W

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### ASSETS ACQUISITION AGREEMENT - PROPOSED ACQUISITION - UPDATE

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*All capitalised terms used and not defined herein shall have the same meanings given to them in the announcements dated 18 June 2013, 2 July 2013 and 24 April 2014 (the “Announcements”).*

The Board of Directors (the “**Board**”) of the Union Steel Holdings Limited (the “**Company**”) (and together with its subsidiaries, the “**Group**”) would like to refer to the Announcements and provide an update as set out below.

On 18 June 2013, the Company announced the signing of the Heads of Terms in relation to the proposed acquisition of the Assets from Chye Hup Heng Sdn Bhd (the “**Vendor**”) (“**Proposed Acquisition**”). These Assets include certain land, building and machinery. Subsequently, the Company announced on 2 July 2013 the incorporation of Union CHH Sdn Bhd, a wholly-owned subsidiary of the Company as its special purpose vehicle to undertake the said Proposed Acquisition. Thereafter, on 24 April 2014 the Vendor and the Company entered into the formal Assets Acquisition Agreement and Property SPAs in respect of the Proposed Acquisition.

The Company wishes to update shareholders that the Vendor has since been wound up by one of its creditors in Malaysia after the Vendor failed in April 2014 in its application to stay the winding up order. Arising from the winding up of the Vendor, the Company is currently in the process of seeking the Malaysian court validation of the aforesaid Assets Acquisition Agreement and the Property SPAs in respect of the Proposed Acquisition, as required and in accordance with requirements of the relevant and applicable laws of Malaysia.

The Company will keep shareholders updated on material developments on the Proposed Acquisition as and when appropriate. **Presently, there is no assurance that the Proposed Acquisition will materialise and in the meantime, shareholders and other investors are advised to exercise caution when dealing or trading in the shares of the Company. Shareholders and other investors should consult their stockbrokers, bank managers, solicitors, accountants, or other professional advisers, if they have any doubt about the actions they should take.**

#### BY ORDER OF THE BOARD

**Ang Yu Seng**

Executive Chairman and Chief Executive Officer  
12 November 2014