



UNION STEEL HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)

Company Registration Number 200410181W

ASSETS ACQUISITION AGREEMENT - PROPOSED ACQUISITION - UPDATE

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, 24 April 2014 and 12 November 2014 (the “Announcements”).

The Board of Directors (the “**Board**”) of Union Steel Holdings Limited (the “**Company**”) (and together with its subsidiaries, the “**Group**”) refers to its Announcements and wishes to update shareholders that the Malaysian court has dismissed the Company’s application to validate the Assets Acquisition Agreement and the Property SPAs in respect of the Proposed Acquisition.

The Company is currently seeking legal advice from the Malaysian counsels and the Company has 30 days from 30 December 2014 to file a notice of appeal against the decision of the court.

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

7 January 2015