



UNION STEEL HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No. 200410181W)

PROPOSED CHANGE OF AUDITORS

The Board of Directors ("**Board**") of Union Steel Holdings Limited (the "**Company**") and together with its subsidiaries, the "**Group**") wishes to announce the Company's intention to change its auditors from Messrs RT LLP ("**RT LLP**") to Messrs Deloitte & Touche LLP ("**Deloitte**"). As the Group is expanding its business, the Board has decided to appoint Deloitte as auditors of the Company.

RT LLP, has on 3 February 2015, given notice to the Company of their withdrawal of consent to act as auditors of the Company. The Company would like to propose that Deloitte be appointed as auditors of the Company for the financial year ending 30 June 2015. Pursuant to Section 205(15) of the Companies Act, Chapter 50 of Singapore, the resignation of RT LLP shall only take effect when the appointment of the new auditors of the Company is approved by shareholders of the Company in a general meeting.

In accordance with Rule 1203(5) of the Listing Manual of the Singapore Exchange Securities Trading Limited:-

- (a) RT LLP has confirmed to Deloitte, by way of their letter dated 3 February 2015 that they are not aware of any professional reasons why any new auditors should not accept appointment as auditors of the Company;
- (b) The Company confirms that there were no disagreements with RT LLP on accounting treatments within the last 12 months up to the date of this Announcement;
- (c) The Company confirms that it is not aware of any circumstances connected with the change of auditors of the Company that should be brought to the attention of the shareholders of the Company which has not been disclosed in this Announcement.

The Board wishes to express their appreciation for the services rendered by RT LLP in the past.

A circular to shareholders of the Company together with a notice of the extraordinary general meeting will be despatched in due course.

BY ORDER OF THE BOARD

Ang Yu Seng

Chairman and Chief Executive Officer

5 February 2015