



UNION STEEL HOLDINGS LIMITED

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

PROPOSED ACQUISITION OF 100% OF ISSUED SHARE CAPITAL OF GEE SHENG MACHINERY & ENGINEERING PTE LTD (THE "TARGET COMPANY")

The Board of directors (the "**Board**") of Union Steel Holdings Limited (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the announcements dated 18 June 2015, 13 August 2015 and 31 August 2015 (the "**Announcements**") in relation to the acquisition of 100% of the issued share capital of the Target Company.

All capitalised terms, unless otherwise defined or as the context otherwise requires, shall bear the meaning as ascribed thereto in the Announcements.

Further to the Announcements and the consultation by the Company with the SGX-ST on the relative figure in 1006(b) being a negative figure, the Board wishes to update that the SGX-ST has advised, in a letter to the Company dated on 2 October 2015 that Rule 1014 of the Listing Manual does not apply to the Proposed Acquisition. Accordingly, the Company is not required to seek the approval of Shareholders for the Proposed Acquisition under Rule 1014 of the Listing Manual.

The Company shall keep the Shareholders apprised of the progress of the Proposed Acquisition as and when appropriate and necessary.

BY ORDER OF THE BOARD

Ang Yu Seng
Executive Chairman and Chief Executive Officer
5 October 2015