



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

UPDATE ON LITIGATION IN MALAYSIA

1. INTRODUCTION

The Board of Directors of Union Steel Holdings Limited ("**Company**", together with its subsidiaries, "**Group**") refers to the Company's announcement dated 22 January 2016 regarding the lapse of the two sale and purchase agreements dated 29 October 2015 and the asset sale agreement dated 29 October 2015 in relation to the proposed acquisition of (i) two parcels of land and (ii) a scrap metal shredder plant in Malaysia ("**2016 Announcement**") entered into between the Company's wholly-owned subsidiary, Union CHH Sdn Bhd ("**Union CHH**"), and Chye Hup Heng Sdn Bhd (in liquidation) ("**CHH**") and the Company's subsequent announcement dated 14 January 2019 ("**Litigation Update Announcement**").

2. FURTHER DEVELOPMENTS AND TRIAL

Since the Litigation Update Announcement, Union CHH and CHH have entered into a consent order whereby both parties have withdrawn their respective claims against one another with no order as to costs and without liberty to file afresh.

3. IMPACT ON THE COMPANY AND ITS SUBSIDIARIES (THE "**GROUP**")

The above will not have a material impact on the Group's operations, profits or business.

By Order Of The Board

Ang Yu Seng
Executive Chairman and Chief Executive Officer
28 February 2019