



(Incorporated in the Republic of Singapore)
(Company Registration No. 200410181W)

INCORPORATION OF A NEW SUBSIDIARY - YLS HOLDINGS SDN BHD

The Board of Directors of Union Steel Holdings Limited (the "**Company**") wishes to announce that its wholly-owned subsidiary Yew Lee Seng Metal Pte Ltd ("**YLSM**") has incorporated a new subsidiary in Malaysia on 19 September 2017, known as YLS Holdings Sdn. Bhd. ("**YLSH**").

Information on YLSH

The principal activity of YLSH is engaged in investment holdings.

The paid-up capital is RM100. The shareholding structure is as follows:-

<u>Shareholders</u>	<u>Percentage</u>
YLSM	40%
Mr Chong Wai Keong	60%

Mr Chong Wai Keong is a Malaysian citizen. He is a relative of Mr Ang Yu Seng, who is the Executive Chairman and Chief Executive Officer of the Company.

YLSH is considered a subsidiary of the Company by virtue of its control over the composition of the board of directors of YLSH. Mr Ang Yu Seng and Mr Ang Yew Chye, executive directors of the Company, together with Mr Chong Wai Keong, have been appointed as directors of YLSH.

Sources of Funds and Financial Effects

The incorporation was funded entirely through internal resources and is not expected to have a material impact on the consolidated net tangible assets and consolidated earnings per share of the Company for the financial year ending 30 June 2018.

Interest of Directors and Substantial Shareholders

Save as disclosed above, none of the Directors and to the best knowledge of the Directors, none of the controlling or substantial shareholders of the Company has any interest, direct or indirect, in the incorporation of YLSH, save for their shareholdings and/or in the Company (as the case may be).

By Order of the Board

Ang Yu Seng
Executive Chairman and Chief Executive Officer
27 September 2017