



NICO STEEL HOLDINGS LIMITED

Regn No 200104166D

(Incorporated in the Republic of Singapore)

DISPOSAL OF INTEREST BY CONTROLLING SHAREHOLDER

The Company refers to the notice of change of interest it released on 20 January 2015 wherein it was stated that its current controlling shareholder, D.S.A.G. Investment Pte. Ltd. ("**DSAG**") had sold 36,000,000 ordinary shares it held to Parot Tovot LLC, a limited liability company formed in the USA ("**Parot Tovot**"). Upon such disposal, Parot Tovot became a controlling shareholder of the Company, holding ordinary shares representing approximately 28.38% of the share capital of the Company.

1. Background of Parot Tovot and Mr. Dov Rauschwerger

Parot Tovot is a limited liability company formed in the USA and is owned solely by Mr. Dov Rauschwerger, as sole member.

Mr. Rauschwerger is an entrepreneur and private investor who has held various senior positions in companies engaged in business activities in various industries. Mr. Rauschwerger has contacts with various private equity funds and key players of various businesses, including the electronics and bio-technology industries in the USA and elsewhere.

The Company and DSAG hope to tap on Mr. Rauschwerger's contacts and experience in aiding the Company in its continued efforts to streamline and diversify its businesses and to return more value to its shareholders.

Prior to the acquisition by Parot Tovot, neither Parot Tovot nor Mr. Rauschwerger had any business dealings or any other relationship with the Company and or any of its substantial shareholders.

2. Shareholding Structure

Prior to the disposal, DSAG held a total (deemed and direct) of 79,131,062 ordinary shares which represented approximately 62.40% of the share capital of the Company. After the disposal, DSAG holds a total (deemed and direct) of 43,131,062 ordinary shares representing approximately 34.01% of the share capital of the Company.

By Order of the Board

Danny Tan Chee Khiong

Executive Chairman & President

26 January 2015