

NICO STEEL HOLDINGS LIMITED

(Company Registration No. 200104166D)

(Incorporated in Republic of Singapore)

("Company")

PLACEMENT OF 13,000,000 NEW ORDINARY SHARES AT THE ISSUE PRICE OF S\$0.0675 PER SHARE – COMPLETION OF THE PLACEMENT

The Board of Directors of the Company refers to the Company's announcements dated 19 January 2014 and 10 February 2014 ("**Announcements**") in relation to the placement of 13,000,000 new ordinary shares in the capital of the Company to Bay Eagle Ventures Limited. Unless otherwise defined, all capitalised terms used herein shall have the meanings ascribed to them in the Announcements.

Further to the Announcements, the Board is pleased to announce that the Placement was completed on 14 February 2014, pursuant to which 13,000,000 Placement Shares were allotted and issued to Bay Eagle Ventures Limited, in accordance with the terms and conditions of the Placement Agreement.

Following the allotment and issue of the Placement Shares, the issued share capital of the Company has increased from 113,814,447 Shares to 126,814,447 Shares.

The Placement Shares rank *pari passu* in all respects with, and carry rights similar to, the existing issued Shares, except that they do not rank for any dividend, right, allotment or other distributions accruing on a date which falls on or before the completion of the Placement.

The Placement Shares are expected to be listed and quoted on the SGX-ST on or around 18 February 2014, and the trading of the Placement Shares shall commence with effect from 9:00 a.m. on the same day. However, under the Placement Agreement, the Placement Shares are subject to a moratorium of six calendar months from the completion of the Placement and will expire on 13 August 2014.

BY ORDER OF THE BOARD

Tan Chee Khiong Danny
Executive Chairman & President

14 February 2014