

**COSMOSTEEL HOLDINGS LIMITED**  
(Incorporated in the Republic of Singapore)  
(Company Registration Number: 200515540Z)

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**NOTIFICATION OF INCLUSION ON THE WATCHLIST DUE TO THE MTP ENTRY CRITERIA WITH EFFECT  
FROM 5 JUNE 2017**

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The Board of Directors ("**Board**") of Cosmosteel Holdings Limited ("**Company**") wishes to announce that the Singapore Exchange Securities Trading Limited ("**SGX-ST**") had on 2 June 2017 notified the Company that it will be placed on the watch-list pursuant to Rule 1311(2) of the Listing Manual of the SGX-ST ("**MTP Watch-list**") with effect from 5 June 2017.

Rule 1311(2) of the Listing Manual provides that an issuer will be placed on the MTP if its shares record a volume weighted average price of less than S\$0.20 and an average daily market capitalisation of less than \$40 million over the last 6 months ("**MTP Entry Criteria**").

The Company is required to take active steps to meet the requirements of Rule 1314(2) of the Listing Manual within 36 months from 5 June 2017, failing which the SGX-ST may either delist the Company, or suspend trading of the listed securities of the Company with a view to delisting the Company. Rule 1314(2) of the Listing Manual states that the issuer will be assessed by the SGX-ST for removal from the MTP Watch-list if it records volume-weighted average price of at least S\$0.20 and an average daily market capitalisation of S\$40 million or more over the last 6 months ("**Exit Criteria**").

The Company will, in the meantime, comply with its obligations under Rule 1313 of the Listing Manual to provide the Shareholders with quarterly update on its efforts and the progress made in meeting the Exit Criteria. The Company will make an immediate announcement of any material development that occurs between the quarterly updates.

**Shareholders and potential investors of the Company are advised to read this announcement and any further announcements by the Company carefully. Shareholders are advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, Shareholders should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.**

By Order of the Board

Ong Chin Sum  
Chief Executive Officer and Executive Director  
4 June 2017