



(Company Registration No. 191200018G)
(Incorporated in Singapore)

ANNOUNCEMENT – DILUTION OF EQUITY INTEREST IN WEARNES GLOBAL CO, LTD.

United Engineers Limited (“UEL” or the “Company” and together with its subsidiaries, the “Group”) wishes to announce that Wearnes Global Co, Ltd. (“WGL”), a 85% subsidiary of Wearnes Technology (Private) Limited (“WTPL”), has undertaken a capital reduction exercise by reducing its issued and paid-up capital from NT\$80,000,000 comprising of 8,000,000 ordinary shares to NT\$13,308,000 comprising of 1,330,800 ordinary shares. Accordingly, 6,800,000 ordinary shares held by WTPL was reduced to 1,131,180 ordinary shares in the share capital of WGL.

Following the capital reduction exercise, an existing shareholder had subscribed an additional 1,000,000 ordinary shares and the issued and paid-up capital was increased to NT\$23,308,000 comprising of 2,330,800 ordinary shares. As a result, WTPL’s equity interest in WGL has been diluted from 85% to 48.53% and consequently WGL has become an associated company of WTPL (the “Dilution”).

WTPL is a 99.9% subsidiary of WBL which in turn is a 67.5% subsidiary of UEL.

The Dilution does not have any significant impact on the net tangible assets or earnings per share of the Company and its Group for the financial year ending 31 December 2014.

None of the Directors or substantial shareholders of the Company has any interest, direct or indirect, in the above transaction.

BY ORDER OF THE BOARD

Heng Fook Pyng, Jeslyn
Company Secretary

6 June 2014