

COMPACT METAL INDUSTRIES LTD
(the "Company")
(Company Registration No. 197500009H)
(Incorporated in the Republic of Singapore)

PROPOSED ACQUISITION OF 65% EQUITY INTEREST IN A JOINT VENTURE COMPANY ESTABLISHED IN TAJIKISTAN OPERATING A CEMENT PLANT

PROPOSED ISSUE OF NEW CONSIDERATION SHARES BY COMPACT METAL INDUSTRIES LTD FOR THE PROPOSED ACQUISITION

RECEIPTS OF APPROVALS-IN-PRINCIPLE FROM SGX-ST

SUPPLEMENTARY ANNOUNCEMENT

Unless otherwise defined, all terms used herein shall bear the same meaning as in the Company's announcement dated 18 September 2017.

Further to the Company's announcement earlier this morning in relation to the grant of approvals-in-principle by the SGX-ST, please note that there is a typographical error in relation to condition (b) of the VSA-AIP.

It should read as follows:

"(b) the termination of the Technical and Ancillary Services Agreement entered into by JVCo and Asian and African Business Management (Xi'an) Co., Ltd dated 12 August 2017 prior to or on Completion;"

The VSA-AIP granted by the SGX-ST is not to be taken as an indication of the merits of the Proposed Acquisition and the Company, its subsidiaries and associated companies following completion of the Proposed Acquisition.

Shareholders and potential investors are advised to exercise caution in the dealing or trading of their Shares in the Company, as there is no assurance as at the date of this announcement that the Proposed Acquisition will be completed or that there will be no changes to the terms thereof.

On behalf of the Board
COMPACT METAL INDUSTRIES LTD

Zhang Zengtao

Executive Director and Managing Director

Dated: 18 September 2017