

LEE METAL BECOMING A WHOLLY-OWNED SUBSIDIARY OF THE COMPANY

1. INTRODUCTION

The board of directors ("**Board**") of BRC Asia Limited ("**Company**") and together with its subsidiaries, "**Group**") refers to (a) the voluntary conditional cash offer by United Overseas Bank Limited ("**UOB**") for and on behalf of the Company to acquire all the issued and paid-up ordinary shares ("**Lee Metal Shares**") in the capital of Lee Metal Group Ltd ("**Lee Metal**") (other than those already owned, controlled or agreed to be acquired by the Company) ("**Offer**"); and (b) the compulsory acquisition of Lee Metal Shares pursuant to Section 215(1) of the Companies Act, Chapter 50 of Singapore ("**Companies Act**").

2. LEE METAL BECOMING A WHOLLY-OWNED SUBSIDIARY OF THE COMPANY

Pursuant to Rule 704(17)(d) of the Listing Manual of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"), the Board wishes to announce that the Company's deemed interest in its subsidiary, Lee Metal, has increased from 457,192,749 Lee Metal Shares¹ (representing approximately 96.34% of the issued Lee Metal Shares²) to 474,551,093 Lee Metal Shares (representing the entire share capital of Lee Metal). Accordingly, Lee Metal has become a wholly-owned subsidiary of the Company and will be delisted from the Official List of the SGX-ST.

The increase of the Company's deemed interest in Lee Metal was pursuant to the completion of the exercise by the Company of its right of compulsory acquisition under Section 215(1) of the Companies Act to acquire all remaining Lee Metal Shares held by Lee Metal shareholders who had not validly accepted the Offer ("**Compulsory Acquisition**").

Further information on the Offer (including the Company's sources of funds used for undertaking the Offer and the financial effects of the Offer on the Group) and the Compulsory Acquisition can be found in (a) the Company's circular dated 14 March 2018 issued to its shareholders in relation to the Offer, (b) the offer document dated 10 May 2018 issued by UOB, for and on behalf of the Offeror, and (c) the Company's letter and relevant notices in the form prescribed under the Companies Act, dated 22 June 2018, issued to Lee Metal's shareholders in relation to the Compulsory Acquisition.

By Order of the Board

Lee Chun Fun
Company Secretary
26 July 2018

¹ The Lee Metal Shares owned or controlled by the Company are held by its nominee, United Overseas Bank Nominees (Private) Limited.

² Unless stated otherwise, references in this Announcement to the total number of issued Lee Metal Shares are based on 474,551,093 Lee Metal Shares.