

CHINA BEARING (SINGAPORE) LTD.
(Company Registration No. 200512048E)
(Incorporated in the Republic of Singapore)

PROPOSED ACQUISITION OF THE ENTIRE ISSUED AND PAID-UP SHARE CAPITAL OF FE RESOURCES PTE. LTD. – RECTIFICATION ANNOUNCEMENT

1. INTRODUCTION

The board of directors ("**Board**") of China Bearing (Singapore) Ltd. (the "**Company**") refers to the announcements made by the Company on 24 August 2016, 1 November 2016, 2 December 2016, 11 January 2017, 4 April 2017, 20 June 2017, 7 July 2017, 17 November 2017, 21 November 2017, 20 December 2017, 29 December 2017 and 9 January 2018 ("**Announcements**") in relation to the proposed acquisition of the entire issued and paid-up share capital of FE Resources Pte. Ltd. ("**Proposed Acquisition**").

Unless otherwise defined herein, capitalised terms used herein shall bear the same meaning ascribed to them in the Announcements.

2. RECTIFICATION ANNOUNCEMENT

- 2.1. The Company wishes to announce that the Arranger Fee to be paid by the Company to the Arranger upon Completion of the Proposed Acquisition should be rectified to be satisfied as follows:
- (a) 25% of the Arranger Fee (USD500,000, approximately S\$670,000, to be calculated on an exchange rate of USD1: S\$1.34 as agreed in the mandate entered into with the Arranger ("**Arranger Mandate**") shall be paid in cash; and
 - (b) the balance 75% of the Arranger Fee (USD1,500,000, approximately S\$2,010,000 based on the aforementioned agreed exchange rate) shall be satisfied by way of the allotment and issuance of 2,772,414 new ordinary shares (instead of 2,873,793 ordinary shares in the Announcement dated 1 November 2016) at the Issue Price, representing approximately 2.2% of the enlarged share capital of the Company on a post-Consolidation basis and prior to the allotment and issuance of the Earn-Out Consideration Shares ("**Arranger Shares**").

3. CAUTIONARY STATEMENT

Shareholders of the Company are advised that the Proposed Acquisition is subject to numerous conditions and due diligence by the Vendor and the Company. As such, there is no assurance that the Parties will be able to complete the Proposed Acquisition and that the shares of the Company will eventually resume trading on the SGX-ST. Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders are therefore advised to exercise caution when dealing in the

shares of the Company and should consult their legal, financial, tax and other professional advisers if they have any doubt as to the action to take.

BY ORDER OF THE BOARD

LIM KEAN TIN

Non-Executive Chairman

24 February 2018