



NICO STEEL HOLDINGS LIMITED
Company Registration No. 200104166D
(Incorporated in the Republic of Singapore)

RESPONSE TO QUERIES RAISED BY THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED ON 2 NOVEMBER 2016 REGARDING TRADING ACTIVITY

The board of directors (the “**Board**”) of Nico Steel Holdings Limited (the “**Company**”) refers to the queries raised by the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) on 2 November 2016, and sets out below its responses to the queries from the SGX-ST as follows:

Question 1

Are you (the issuer) aware of any information not previously announced concerning you, your subsidiaries or associated companies which, if known, might explain the trading? Such information may include events that are potentially material and price-sensitive, such as discussions and negotiations that may lead to joint ventures, mergers, acquisitions or purchase or sale of a significant asset. You may refer to paragraph 8 in Appendix 7.1 of the Mainboard Rules for further examples. - If yes, the information shall be announced immediately.

Company’s response:

The Company is in discussions with an entity in connection with a transaction under which if successfully negotiated, could result in the Company entering into an agreement with said entity. At the current time, the parties have not agreed on all material terms, and consequently, all discussions relating to this potential transaction are incomplete and do not represent a complete proposal or negotiation.

Question 2

Are you aware of any other possible explanation for the trading? Such information may include public circulation of information by rumours or reports.

Company’s response:

Other than the response to Question 1 set out above, the Company and the Board are not aware of any possible explanation for the unusual trading activity.

Question 3

Can you confirm your compliance with the listing rules and, in particular, Mainboard Rule 703?

Company’s response:

The Company confirms its compliance with the listing rules, in particular, listing rule 703.

Shareholders are urged to take caution when trading their shares as any potential transaction the Company is currently considering may not eventually be entered into.

BY ORDER OF THE BOARD

Danny Tan Chee Khiong
Executive Chairman & President
3 November 2016