

INCREASE OF SHAREHOLDINGS IN SUBSIDIARY

1. INTRODUCTION

The board of directors ("**Board**") of BRC Asia Limited ("**Company**") and together with its subsidiaries, "**Group**") refers to 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**").

2. INCREASE OF SHAREHOLDINGS IN A SUBSIDIARY

Pursuant to Rule 704(17)(d) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Board wishes to announce that the Company's deemed interest in its subsidiary, Lee Metal, has increased from 445,148,449 Lee Metal Shares¹ (representing approximately 93.80% of the issued Lee Metal Shares²) to 457,192,749 Lee Metal Shares (representing approximately 96.34% of the issued Lee Metal Shares).

The increase of the Company's deemed interest in Lee Metal was pursuant to the transfer and settlement of an aggregate 12,044,300 Lee Metal Shares (representing approximately 2.54% of the issued Lee Metal Shares) on 27 June 2018 tendered in acceptance of the Offer between 18 June 2018 and 21 June 2018.

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) can be found in (a) the Company's circular dated 14 March 2018 issued to its shareholders in relation to the Offer, and (b) the offer document dated 10 May 2018 issued by UOB, for and on behalf of the Offeror.

By Order of the Board

Lee Chun Fun
Company Secretary
27 June 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.