



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

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL

Nico Steel Holdings Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) was placed on the watch-list under the financial entry criteria pursuant to Rule 1311(1) of the Listing Manual of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) on 5 September 2016.

On 5 June 2017, the Company has released an announcement to update the shareholders that the SGX-ST has notified the Company on 2 June 2017 that the Company has been re-assessed under the revised minimum trading price (“**MTP**”) rules announced on 2 December 2016. Pursuant to Listing Rule 1311(2) of the Listing Manual, the Company will continue to be placed on the watch-list with effect from 5 June 2017.

The board of directors (the “**Board**”) wishes to provide an update on its effort and the progress made in meeting the financial and the MTP exit criteria of the watch-list pursuant to Rule 1313(2) of the Listing Manual.

Update on financial situation

Please refer to the announcements released on 25 April 2017 and 7 June 2017 respectively for the full year results ended 28 February 2017 and the annual report ended 28 February 2017 for the update on the Group’s financial position.

The Company is not required to release its quarterly results. The Company will release its unaudited financial statements of the Group for the half year ended 31 August 2017 (“**Half Year Results Announcement**”) via the SGXNET in October 2017. The Company’s next quarterly update pursuant to Rule 1313(2) of the Listing Manual will be released together with the Half Year Results Announcement.

Please refer to the paragraph below for other updates.

Update on future direction and other material development

Currently, the Company does not have any other material development.

The Group will continue to promote and develop its NICO Branded Materials using the green manufacturing process and stay competitive by adopting high margin and low volume business strategy. The Group will also continue to explore new markets and materials for its existing business while at the same time look for opportunities in new businesses (including opportunities to enter into the approved expanded scope of business) and any opportune acquisition.

Update on efforts for satisfying MTP exit criterion

The Board will continue to make efforts and consider various options to meet the MTP exit criteria. At the opportune time, the Board will make a decision with respect to the relevant options that will best serve the interests of the Company's shareholders.

The Company will update its shareholders on any material developments in the meantime.

BY ORDER OF THE BOARD

Tan Chee Khiong Danny
Executive Chairman & President

Date: 25 July 2017