

MANDATORY CONDITIONAL CASH OFFER

By



ABN AMRO BANK N.V., SINGAPORE BRANCH

(Registration No. T09FC0110H)

(Incorporated in the Netherlands, with a branch office in Singapore)

for and on behalf of

ESTEEL ENTERPRISE PTE. LTD.

(Company Registration No. 201723571G)

(Incorporated in Singapore)

to acquire all the issued Shares in the capital of

BRC ASIA LIMITED

(Company Registration No. 193800054G)

(Incorporated in Singapore)

other than those already owned by the Concert Group

ENTRY INTO CONDITIONAL AGREEMENT WITH HG METAL MANUFACTURING LIMITED

1. INTRODUCTION

Reference is made to the mandatory conditional cash offer announcement dated 8 September 2017 by the Financial Adviser for and on behalf of the Offeror. Capitalised terms used herein, unless otherwise defined, shall have the meanings ascribed in the aforesaid announcement.

2. CONDITIONAL AGREEMENT

The Offeror and HG Metal Manufacturing Limited ("**HG Metal**", which is listed on the SGX-ST and holds 42,145,518 Shares, representing approximately 22.62% of the issued Shares), have today entered into a conditional agreement for HG Metal to accept the Offer in respect of all its Shares, subject to the approval of its shareholders at an extraordinary general meeting to be held in accordance with the SGX-ST Listing Manual by no later than two calendar months from the date hereof. Pending the results of the aforesaid extraordinary general meeting, HG Metal shall not transfer, sell or otherwise dispose of or encumber any of the Shares.

Subject to, and upon, the aforesaid acceptance into the Offer by HG Metal, the Offer will become unconditional in all respects.

3. RESPONSIBILITY STATEMENT

The directors of the Offeror, AVIL and THPL (including any who may have delegated detailed supervision of this Announcement) have taken all reasonable care to ensure that the facts stated and all opinions expressed in this Announcement are fair and accurate and that no material facts

have been omitted from this Announcement, and they jointly and severally accept responsibility accordingly.

Where any information has been extracted or reproduced from published or publicly available sources (including, without limitation, in relation to the Company), the sole responsibility of the directors of the Offeror, AVIL and THPL has been to ensure, through reasonable enquiries, that such information is accurately and correctly extracted from such sources or, as the case may be, accurately reflected or reproduced in this Announcement.

Issued by
ABN AMRO BANK N.V., SINGAPORE BRANCH

For and on behalf of
ESTEEL ENTERPRISE PTE. LTD.

9 September 2017

Any inquiries relating to this Announcement or the Offer should be directed during office hours to the Financial Adviser at telephone number +65 6597 0853.