



NICO STEEL HOLDINGS LIMITED

Company Registration No. 200104166D

(Incorporated in the Republic of Singapore)

ISSUE OF 2.0% REDEEMABLE CONVERTIBLE BONDS DUE 2018 WITH AN AGGREGATE PRINCIPAL AMOUNT OF UP TO S\$50,000,000

- ISSUANCE OF TENTH SUB-TRANCHE OF THE TRANCHE 1 BONDS

Unless otherwise defined, all capitalised terms used in this announcement shall bear the meanings as ascribed to them in the Company's Circulars to shareholder dated 5 February 2016 and 18 September 2017 respectively (collectively, the "Circulars").

The Board of Directors (the "**Board**") of Nico Steel Holdings Limited (the "**Company**") refers to the Circular dated 5 February 2016 and the extraordinary general meeting held on 25 February 2016 in relation to, amongst others, the issuance of up to S\$50,000,000 redeemable convertible bonds due 2018 (the "**Bonds**") to Premier Equity Fund Sub Fund H and the issuance of up to 5,000,000,000 Conversion Shares upon conversion of the Bonds; and the Circular dated 18 September 2017 and the extraordinary general meeting held on 12 October 2017 in relation to, amongst others, the amendment to the terms of the Subscription Agreement dated 30 September 2015 on the Minimum Conversion Price from S\$0.010 to S\$0.001 and the reduction of the rate of interest of 2.0% per annum to 0.5% per annum.

Further to the announcement released by the Company on 25 June 2018, the Board wishes to announce that in accordance with the terms and subject to the conditions of the Subscription Agreement dated 30 September 2015, the Company has issued the tenth sub-tranche of the Tranche 1 Bonds in the principal amount of S\$1,000,000 to Premier Equity Fund Sub Fund H on 28 August 2018.

The issuance by the Company, and subscription by Premier Equity Fund Sub Fund H, of the tenth sub-tranche of the Tranche 1 Bonds, was pursuant to the request of the Company made to Premier Equity Fund Sub Fund H to increase the working capital of the Group.

BY ORDER OF THE BOARD

Tan Chee Khiong Danny
Executive Chairman & President

28 August 2018