



COSMOSTEEL HOLDINGS LIMITED
(THE "COMPANY")
(Company Registration Number: 200515540Z)

**APPROVAL IN-PRINCIPLE FOR THE LISTING AND QUOTATION OF UP TO 35,000,000 NEW
ORDINARY SHARES (THE "PLACEMENT SHARES") IN THE CAPITAL OF
COSMOSTEEL HOLDINGS LIMITED IN RELATION TO THE PLACEMENT (THE "PLACEMENT")**

Unless otherwise defined, all capitalised terms shall bear the same meanings as used in the Company's announcement dated 17 September 2009.

Further to the announcement made on 17 September 2009 in relation to the Placement, the Board of Directors of CosmoSteel Holdings Limited (the "**Company**") is pleased to announce that the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") has granted its approval in-principle on 23 September 2009 for the listing and quotation of the Placement Shares on the Official List of the SGX-ST.

The approval in-principle granted by the SGX-ST is subject to, amongst others, the following:-

- (a) Submission of a written confirmation and undertaking from the Company that:
 - (i) it will not allot and issue new shares so as to transfer a controlling interest in the Company without the prior approval of the Company's shareholders in a general meeting; and
 - (ii) it will make periodic announcements on the specific use of the proceeds as and when the funds from the Placement are materially disbursed and will provide a status report on the use of the proceeds of the Placement in the annual report; and
- (b) Compliance with the SGX-ST's continuing listing requirements.

The SGX-ST's approval in-principle is not to be taken as an indication of the merits of the Company, its subsidiaries, its securities, the Placement Shares or the Placement.

A separate announcement will be issued by the Company upon the allotment and issue of the Placement Shares.

BY ORDER OF THE BOARD

Ong Chin Sum
Chief Executive Officer and Executive Director
23 September 2009