



COSMOSTEEL HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration Number 200515540Z)

POTENTIAL STRATEGIC BUSINESS RELATIONSHIP IN MYANMAR

The board of Directors (the “**Board**”) of CosmoSteel Holdings Limited (the “**Company**”) wishes to announce that the Company’s wholly-owned subsidiary, Kim Seng Huat Hardware Pte. Ltd., is currently exploring the possibility of establishing a strategic business relationship with a potential strategic partner in Myanmar (the “**Strategic Relationship**”) in respect of the production, sourcing and/or distribution of piping system components and other steel products in the energy, marine and other industries in Myanmar.

The Company will make further announcement(s), where appropriate, as and when there are any material developments in respect of its exploration of the Strategic Relationship, including without limitation, the execution and delivery of any memorandum(s) of understanding and/or definitive agreement(s) in relation to the same.

Shareholders are advised to exercise caution when dealing or trading in the shares of the Company as there is no certainty or assurance that the Company will enter into any memorandum(s) of understanding and/or definitive agreement(s) in relation to the Strategic Relationship and/or that the Strategic Relationship will materialise.

Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stock brokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions that they should take.

By Order of the Board

Ong Chin Sum

Chief Executive Officer and Executive Director

17 June 2013