

**UNIONMET (SINGAPORE) LIMITED**  
(the "Company")  
(Incorporated in Singapore)  
(Company Registration No.: 200409104W)

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**UPDATES ON THE USE OF PROCEEDS FROM THE INITIAL PUBLIC OFFERING OF THE  
COMPANY'S SHARES ON THE SGX-ST**

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**1. BACKGROUND INFORMATION**

On 20 September 2011, Unionmet (Singapore) Limited (the "**Company**", or together with its subsidiaries, to be referred to as the "**Group**") convened an extraordinary general meeting and obtained approval from its shareholders to re-allocate the remaining unutilised net proceeds of approximately US\$10.1 million raised from its initial public offering (the "**IPO**") on the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") (the "**Remaining IPO Proceeds**") and to utilise the Remaining IPO Proceeds as follows:

- (i) approximately US\$10.0 million will be used to finance the proposed production of zinc ingots and zinc related products as well as the trading of (i) ferrous, non-ferrous and precious metals, (ii) kaolin and barite; and (iii) coal and coke; and
- (ii) approximately US\$0.1 million will be used to meet the Group's general working capital requirements.

**2. UPDATES ON THE USE OF THE REMAINING IPO PROCEEDS**

As of 23 December 2011, the Company has utilised approximately US\$10.0 million of the Remaining IPO Proceeds as follows:

<b>Intended use of proceeds</b>	<b>Balance of the proceeds as at 23 December 2011 (US\$'000)</b>	<b>Amount utilised (US\$'000)</b>	<b>Descriptions</b>
The proposed production of zinc ingots and zinc related products as well as the trading of (i) ferrous, non-ferrous and precious metals, (ii) kaolin and barite; and (iii) coal and coke	0	10,000	Purchase of lead concentrates from an Australian company

As at the date of this Announcement, the Remaining IPO Proceeds have been fully utilised.

On behalf of the Board of  
UNIONMET (SINGAPORE) LIMITED

Meng Limin  
Executive Director & Chief Executive Officer

23 December 2011