



5 December 2002

Board of Directors
NatSteel Ltd
22 Tanjong Kling Road
Singapore 628048
(Fax: 6266-4338)

Dear Sirs

NATSTEEL LTD

We refer to our letter yesterday.

We wish to inform you that Sanion Enterprises Limited intends to propose the following individuals for appointment as independent directors of NatSteel Ltd:-

1. Mr John Chen, NRIC No. S0200313I, of 68 Greenleaf View, Singapore 279307;
2. Mr Chng Hee Kok, NRIC No. 0157522H, of 12, Mount Elizabeth, #18-01, Elizabeth Tower, Singapore 228511; and
3. Lt-Gen (Ret) Ng Jui Ping, NRIC No. 0007233H, of 1, Dunsfold Drive, Singapore 359363.

As stated in our letter yesterday, please let us have your response to our letters by 5 pm today.

Yours faithfully,
for and on behalf of
G.K. Goh Stockbrokers Pte Ltd

A handwritten signature in black ink, appearing to read 'Mah Kah Loon', written over a white background.

MAH KAH LOON
SENIOR VICE PRESIDENT
CORPORATE FINANCE

cc. **The Securities Industry Council**
Attention: Mr Wong Nai Seng

G. K. Goh Stockbrokers Pte Ltd
50 Raffles Place #33-00
Singapore Land Tower
Singapore 048623
Telephone (65) 6225 1728
Facsimile (65) 6225 1522

TOTAL P.02