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PRESS RELEASE

FLEXTRONICS MAKES OFFER TO ACQUIRE NATSTEEL BROADWAY

Deal Enhances Flextronics Manufacturing Capacity In China

Singapore, May 21, 2002 – Flextronics (NASDAQ: FLEX), a global provider of operational services, and NatSteel Ltd, today announced that Flextronics has made an offer to acquire NatSteel Broadway Ltd (SGX:NatBroad).

The offer, priced at S\$3.23 cash per share, equates to a deal value of about S\$653 million (approximately USD\$364million based on today's exchange rate) for all of the outstanding shares of NatSteel Broadway. NatSteel Broadway's operations include manufacturing facilities with more than two million square feet in China and one smaller operation in Hungary.

The acquisition strengthens Flextronics' manufacturing presence in China. In addition, the integration of NatSteel Broadway's extensive toolmaking, plastic moulding and electronics manufacturing capabilities further enhances Flextronics' complete supply chain offerings.

NatSteel Broadway is one of Asia's leading suppliers of plastics and metal components, tool design and fabrication, and PCB assembly. The company serves customers in the consumer electronics, automotive, computer peripherals and office equipment industries. NatSteel Broadway had revenues of approximately USD\$188 million for the fiscal year ended December 2001. Through the acquisition of NatSteel Broadway's facilities, Flextronics intends to continue the manufacturing of electronics products for NatSteel Broadway's existing customers, including companies such as Funai, Philips and LGE.

For NatSteel Ltd, this transaction represents another step towards its objective of enhancing shareholder value and focusing management resources on its core steel and industrial businesses.

"This is a significant step forward and an exciting opportunity to increase our manufacturing presence, customer base and service offerings in China," stated Michael E. Marks, Chairman and CEO of Flextronics. "The acquisition of these sites further advances our ongoing commitment to this region and Flextronics expects to continue to expand its investment and manufacturing capacity in China." He further added, "This acquisition would provide us with established manufacturing centers that further support our penetration into the consumer products market."

“This transaction will generate a substantial gain for NatSteel,” said Mr. Ang Kong Hua, President of NatSteel Ltd. “By joining forces with Flextronics, NatSteel Broadway has access to Flextronics’ extensive global customer base as well as operating and financial resources to compete more effectively. It also enables NatSteel Broadway to draw on Flextronics’ management resources in ensuring management continuity at NatSteel Broadway.”

The offer is expected to be complete in August 2002 and is subject to certain terms and conditions that are set out in the offer announcement by Flextronics.

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About Flextronics

Headquartered in Singapore, Flextronics is the leading Electronics Manufacturing Services (EMS) provider focused on delivering operational services to technology companies. With fiscal year 2002 revenues of USD\$13.1 billion and approximately 70,000 employees, Flextronics is a major global operating company with design, engineering, manufacturing and logistics operations in 28 countries and four continents. This global presence allows for manufacturing excellence through a network of facilities situated in key markets and geographies that in turn provide its customers with the resources, technology and capacity to optimize their operations. Flextronics’ ability to provide end-to-end operational services that include innovative product design, test solutions, manufacturing, IT expertise and logistics has established the Company as the leading EMS provider. For further information, please visit www.flextronics.com.

About NatSteel Ltd

(SGX: [NatSteel](#), Bloomberg: [NATS SP Equity](#), Reuters: [NATS.SI](#))

NatSteel is a multi-industry manufacturing group headquartered in Singapore. Following the disposal of its stake in NatSteel Broadway, NatSteel will have two main businesses – Steel and Industrial (comprising Construction Products, Chemicals and Engineering).

For 2001, NatSteel recorded a turnover of S\$1.58 billion. It was listed on the Stock Exchange of Singapore in 1964.

In its Steel business, the group has a regional network of mini-mills in Singapore, Malaysia, China, Thailand, the Philippines and Vietnam. Singapore serves as the hub providing R&D, engineering logistics, sourcing and other support services.

In its Industrial business, the group is one of the key players for cement, precast concrete and related building products in Singapore. Other activities in this division include environmental chemicals, petrochemicals, and engineering products and services.

More information can be found at <http://www.natsteel.com.sg>.

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This release contains forward-looking statements and information relating to Flextronics, NatSteel Ltd and NatSteel Broadway that are based on the companies' beliefs as well as assumptions made by and currently available to them. These forward-looking statements include statements regarding the anticipated benefits of the Offer for Flextronics and NatSteel, and Flextronics' future plans. These forward-looking statements involve a number of risks and uncertainties that may cause actual results to vary from expectations, including the risk that the conditions to the Offer might not be satisfied, or the anticipated benefits achieved. Actual results could differ materially from those projected in such forward-looking statements. Information concerning certain factors that could cause actual results to differ materially is included in Flextronics' Forms 10-Q and 10-K filed with the SEC. The forward-looking statements in this news release are based on current expectations. Neither company assumes any obligation to update these forward-looking statements.