



ANNOUNCEMENTS

15 April 2005



COMPLETION OF THE PROPOSED TRANSACTION WITH THE TATA IRON AND STEEL COMPANY LIMITED

The Board of Directors (the "Board") of NATSTEEL LTD ("NATSTEEL" or the "Company") refers to the announcement dated 15 February 2005 (the "Announcement") in relation to the completion of the sale of the Company's regional and Singapore steel businesses to The Tata Iron and Steel Company Limited ("Tata Steel"),

Unless otherwise defined, capitalised terms used in this announcement bear the same meaning as those used in the Announcement and the Company's circular to shareholders dated 25 November 2004.

Due to a delay in the receipt of the necessary approvals from governmental and regulatory authorities, the Company's interest in Changzhou Wujin NatSteel Company Limited ("Wujin NSL") has not been transferred to NatSteel Asia Pte Ltd ("NatSteel Asia") on 15 April 2005.

As such Tata Steel will not be under any obligation to transfer S\$60 million (the "Wujin Amount") to NatSteel Asia for subsequent payment to the Company.

However pursuant to the terms of the Amended Subscription Agreement and the Amended BTA, the Company continues to be obliged to procure the transfer of Wujin NSL's 30 per cent. interest in Wuxi Jinyang Metal Products Company Limited and 5.91 per cent. interest in Southern NatSteel (Xiamen) Limited (collectively, the "Wujin Minority Shares") to NatSteel Asia on or before 15 May 2005, failing which the Company will pay NatSteel Asia S\$20 million.

Other than the Wujin Amount, the remainder of the consideration payable will be made to NatSteel Asia for subsequent payment to the Company after the determination of the Completion Adjustments, which is expected to be determined within three months from the date of Completion.

The Directors will continue to explore ways to realise value for the Company's interest in Wujin NSL, including initiating new negotiations with Tata Steel.

BY ORDER OF THE BOARD

Lim Su-Ling (Ms)
Company Secretary
Singapore
15 April 2005

[↑ Top](#)

[Back](#)

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