

03 May 2007

### **ACQUISITION OF SHARES IN KEMBOJA SEJAHTERA SDN BHD**

NATSTEEL LTD ("the Company") wishes to announce that its 80 % owned subsidiary, Limetreat Trading Co Sdn Bhd ("LTT") has acquired all the issued shares in Kemboja Sejahtera Sdn Bhd ("KS") for a total consideration of RM1,829,520.

The cash consideration of RM1,829,520 was arrived at on a willing buyer-willing seller basis.

KS has become a subsidiary of NATSTEEL Ltd.

KS owns a 60,702.84 sq meters piece of land which is used for LTT to site its crushing plant and for logistic purposes.

The above transaction was funded by internal resources and is not expected to have any material impact on the earning per share or tangible assets per share of NATSTEEL Ltd and its group of companies for the financial year ending 31 December 2007.

None of the directors or substantial shareholders or controlling shareholders of the Company has any interest, direct or indirect, in this transaction.

By Order of the Board

Lim Su-Ling  
Company Secretary  
03 May 2007