



DELONG HOLDINGS LIMITED (REG NO. 199705215G)

INCORPORATION OF A JOINT VENTURE COMPANY

- DISBURSEMENT OF FUNDS AND VERIFICATION BY AUDITORS

1. INTRODUCTION

Reference is made to the announcements made by Delong Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) on: (i) 12 June 2017 in relation to the Proposed JV; (ii) 10 November 2017 in relation to the incorporation of PT. Dexin Steel Indonesia for the purposes of the Proposed JV; (iii) 29 November 2017 in relation to the receipt of the SGX-ST’s approval-in-principle for the Proposed JV, subject to certain specified conditions; (iv) 18 December 2017 in relation to the results of the extraordinary general meeting that was convened to seek shareholders’ approval for, amongst others, the Proposed JV; (v) 19 December 2017 and 10 April 2018 in relation to the disbursement of funds and verification by auditors; (vi) 27 February 2018 in relation to the verification of the cash and cash equivalents of the Group and the employee compensation for the cessation of Aoyu Steel’s operations (the “**Prior Announcements**”) and (vii) the circular dated 2 December 2017 (“**Circular**”) in relation to *inter alia* the Proposed JV.

All capitalised terms used and not defined herein shall have the same meanings ascribed to them in the Circular.

2. DISBURSEMENT OF FUNDS

Further to the Prior Announcements, the Company wishes to announce that it has, on 28 June 2018, disbursed an aggregate sum of US\$20.25 million (equivalent to approximately S\$27.68¹) to PT. Dexin Steel Indonesia by way of a shareholder’s loan, and the aforesaid disbursement has been checked and verified by the Company’s auditors, Deloitte & Touche LLP, who sighted the remittance advice for the payment made to PT. Dexin Steel Indonesia in accordance with the Agreement.

3. FURTHER ANNOUNCEMENTS

The Company will make further announcements in relation to the disbursement of funds for the Proposed JV as and when funds are disbursed for such purpose.

BY ORDER OF THE BOARD

Ding Liguo
Executive Chairman
28 June 2018

¹ Based on the exchange rate of US\$1: S\$1.367 as at 28 June 2018