

**NEW ISSUE OF SECURITIES (CHAPTER 6 OF LISTING REQUIREMENTS):  
FUND RAISING SOUTHERN STEEL BERHAD (“SSB” OR “COMPANY”) (I)  
PROPOSED RIGHTS ISSUE OF REDEEMABLE CONVERTIBLE UNSECURED  
LOAN STOCKS (II) PROPOSED INCREASE IN AUTHORISED SHARE  
CAPITAL (COLLECTIVELY REFERRED TO AS THE “PROPOSALS”)**

SOUTHERN STEEL BERHAD

Type	Announcement
Subject	NEW ISSUE OF SECURITIES (CHAPTER 6 OF LISTING REQUIREMENTS) FUND RAISING
Description	SOUTHERN STEEL BERHAD (“SSB” OR “COMPANY”)  (I) PROPOSED RIGHTS ISSUE OF REDEEMABLE CONVERTIBLE UNSECURED LOAN STOCKS (II) PROPOSED INCREASE IN AUTHORISED SHARE CAPITAL  (COLLECTIVELY REFERRED TO AS THE “PROPOSALS”)

We refer to the announcements dated 30 April 2014 and 25 August 2014 in relation to the Proposals. Unless otherwise stated, words and phrases used in this announcement shall have the same meanings as defined in the aforesaid announcements.

On behalf of the Company, HLIB is pleased to announce that Bursa Securities had, vide its letter dated 15 October 2014, resolved to approve the following:

- i. admission of up to RM209,708,604 nominal value of five (5)-year 5% RCULS on the basis of RM1.00 nominal value of RCULS for every two (2) existing ordinary shares of RM1.00 each held in SSB on an entitlement date to be determined later;
- ii. listing of and quotation for up to RM209,708,604 nominal value of RCULS to be issued pursuant to the Proposed Rights Issue of RCULS on the Main Market of Bursa Securities; and
- iii. listing of and quotation for up to 209,708,604 new SSB Shares to be issued pursuant to the conversion of the RCULS on the Main Market of Bursa Securities.

The approval of Bursa Securities for the above is subject to the following conditions:

- i. SSB and HLIB must fully comply with the relevant provisions under the Main Market Listing Requirements of Bursa Securities pertaining to the implementation of the Proposed Rights Issue of RCULS;
- ii. SSB and HLIB to inform Bursa Securities upon the completion of the Proposed Rights Issue of RCULS;
- iii. SSB to furnish Bursa Securities with a written confirmation of its compliance with the terms and conditions of Bursa Securities' approval once the Proposed Rights Issue of RCULS is completed;
- iv. SSB to furnish Bursa Securities with a certified true copy of the resolution passed by shareholders at extraordinary general meeting for the Proposed Rights Issue of RCULS;
- v. Payment of additional listing fees. In this respect, SSB is required to furnish Bursa Securities on a quarterly basis a summary of the total number of SSB Shares listed pursuant to the conversion of RCULS as at the end of each quarter together with a detailed computation of listing fees payable;
- vi. SSB to obtain the SC's approval for the issuance of the RCULS and to furnish Bursa Securities with a copy of the approval letter from the Private Debt Securities Department of the SC on the issuance of the RCULS; and
- vii. SSB to have measures to ensure that the non-compliance with public shareholding spread is not aggravated by its major shareholders.

This announcement is dated 15 October 2014.

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## Announcement Info

Company Name	SOUTHERN STEEL BERHAD
Stock Name	SSTEEL
Date Announced	15 Oct 2014
Category	General Announcement
Reference No	ML-141015-63065