

MATERIAL LITIGATION Commencement of Court Proceedings by Danieli Co., Ltd. against Southern HRC Sdn Bhd

SOUTHERN STEEL BERHAD

Type	Announcement
Subject	MATERIAL LITIGATION
Description	Commencement of Court Proceedings by Danieli Co., Ltd. against Southern HRC Sdn Bhd

We refer to the announcement dated 25 November 2016 of Southern Steel Berhad ("SSB") wherein it was mentioned that Danieli Co., Ltd. (a wholly- owned subsidiary of Danieli & C. Officine Meccaniche S.p.A.) has commenced arbitration proceedings against Southern HRC Sdn Bhd ("SHRC") to claim payment of €2,843,650.90, being the balance purchase price of spare parts sold and delivered plus interest and general damages under the Sale Contract dated 24 December 2013.

Subsequent thereto, Danieli Co., Ltd., has commenced a court proceedings against SHRC at the Kuala Lumpur Sessions Court for payment of a further €115,067.10 plus interest and costs for additional goods and services provided to SHRC.

SHRC is disputing and will be challenging the claim by Danieli Co., Ltd.

The claim is not expected to have a material impact on the earnings of SSB Group for the current financial year.

This announcement is dated 28 February 2017.

Announcement Info

Company Name	SOUTHERN STEEL BERHAD
Stock Name	SSTEEL
Date Announced	28 Feb 2017
Category	General Announcement for PLC
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