

PAN-UNITED CORPORATION LTD
(Company Registration No: 199106524G)
(Incorporated in the Republic of Singapore)

ANNOUNCEMENT

ESTABLISHMENT OF A JOINT-STOCK COMPANY IN VIETNAM

Reference is made to our announcement dated 27 October 2010, in which the Board of Directors of Pan-United Corporation Ltd (“PUC” or the “Company”) informed shareholders that PUC were in discussions to acquire existing businesses and/or set up new business overseas.

The Board of Directors is pleased to inform that PUC’s wholly-owned indirect subsidiaries, Pan-United Resources Pte. Ltd. (“PU Resources”) and Pan-United Bulk Trade (2010) Pte. Ltd. (“PU Bulk Trade”) have entered into a joint-venture agreement (“JVA”) with Building Materials Corporation No. 1 Company Limited (“FICO”) to establish a joint-stock company in Ho Chi Minh City, Vietnam (“JVC”).

The JVA will become effective and the JVC will be set up upon obtaining certain statutory approvals from the Vietnamese authorities.

The purpose of the JVC is to conduct cement and ready-mixed concrete related businesses in Vietnam. The proposed investment in the JVC is part of the Group’s strategic expansion plans to develop new markets for its core businesses.

Our joint venture partner, FICO, a state-owned company incorporated in Vietnam, is in the manufacturing and trading of construction materials business, as well as a real estate project developer.

The Group’s effective shareholding interest in the JVC will be 55%, with PU Resources holding 45% and PU Bulk Trade holding 10% shares respectively. FICO will hold the balance 45% share.

The JVC paid-up capital is expected to be VND39,000,000,000 (approximately USD2,000,000) divided into 3,900,000 ordinary shares of VND10,000 par value per share. PUC’s share subscriptions in cash, totaling VND21,450,000,000 (approximately USD1,100,000), will be funded by internal resources.

The investment is not expected to have any significant effect on the consolidated net tangible assets and earnings per share of the Group for the financial year ending 31 December 2010.

None of the directors and/or substantial shareholders of the Company have any interests in the above transactions.

PUC will continue to provide shareholders with further updates when appropriate.

Meanwhile, shareholders are advised to exercise caution when dealing in their shares in the Company.

By Order of the Board

Loh Yeen Ying
Company Secretary

Date : 10 December 2010