

**PAN-UNITED CORPORATION LTD**

(Company Registration No: 199106524G)

(Incorporated in the Republic of Singapore)

**ANNOUNCEMENT**

**ACQUISITION OF PT. PACIFIC GRANITAMA**

Reference is made to our announcement dated 27 October 2010, in which the Board of Directors of Pan-United Corporation Ltd (“PUC” or “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 subsidiary, Resources Development (2010) Pte. Ltd. had entered into a binding agreement to acquire the entire issued shares of an Indonesian company, PT. Pacific Granitama from its existing shareholders (the “Acquisition”).

The completion of the Acquisition will take place after the fulfillment of certain Indonesian regulatory requirements.

The cash consideration of approximately S\$10.0 million was determined on a willing buyer willing seller basis, including taking into consideration the net asset value of the company, and was funded by internal resources.

PT. Pacific Granitama is a company engaged in granite mining activities, with fully-equipped manufacturing and loading facilities for the production and export of granite aggregates and by-products.

The Acquisition is part of the Group’s strategic expansion plans in its basic building materials division.

The Acquisition is not expected to have any significant effect on the consolidated net tangible assets and earnings per share of the PUC 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 transaction.

The transaction is not material for the purposes of Chapter 10 of the Listing Manual of the SGX-ST.

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 : 17 December 2010