

UNIONMET (SINGAPORE) LIMITED
(Incorporated in Singapore)
(Co. Reg. No. 200409104W)

**NON-BINDING MEMORANDUM OF UNDERSTANDING IN RELATION TO THE
PROPOSED ACQUISITION OF 49% SHARES IN SG SUPPORT SERVICE PTE LTD**

The Board of Directors of Unionmet (Singapore) Limited (the “Company” or together with its subsidiaries, the “Group”), is pleased to announce that USP Industrial Pte Ltd, a wholly owned subsidiary of the Company, has entered into a non-binding memorandum of understanding (the “MOU”) on 16 January 2015 with SG Support Service Pte Ltd (“SGSS”) in relation to the proposed acquisition of a 49% stake in SGSS from its major shareholder, Mr Teng Choon Fong.

SGSS is a Singapore company incorporated in 2007 specializing in cargo transportation, waste management (only water & oil sludge collection), tank cleaning & general construction. SGSS is the one of four Singapore companies which has the license to collect water & oil sludge and has over 50 heavy vehicles.

The Directors believe there are viable synergies between the Group's oil-blending business, including but not limited to the provision of water and oil sludge to Biofuel Research Pte Ltd for treatment.

Subject to satisfactory due diligence, the parties may enter into definitive agreements. The consideration shall be satisfied in Singapore dollars by the issuance and allotment of such number of new ordinary shares of the Company and the issue price to be determined.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the MOU.

The MOU is not intended to be legally binding and not expected to have any material effects on the Group for the financial year ending 31 March 2015.

ON BEHALF OF THE BOARD OF
UNIONMET (SINGAPORE) LIMITED

Li Hua
Executive Chairman
16 January 2015