



UNITED METALS HOLDINGS LIMITED*

科鑄技術集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2302)

Price Sensitive Information

This announcement is made pursuant to rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Operation of certain production lines of the Group is temporary suspended due to the recent flooding in Southern China. It is expected that full resumption of the production of the affected production lines may take approximately three months. As such, the turnover and profit of the Group for the six months ending 30 June 2008 may be adversely affected.

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As a result of the recent widespread flooding in Southern China caused by heavy rainfall during 13 to 14 June 2008, operation of certain production lines of the Group is temporary suspended. The Company is liaising with (i) the insurer in respect of insurance compensation, (ii) customers in respect of delay in delivery of products as a result of force majeure and (iii) suppliers of machinery in respect of repair of damaged machinery and purchase of replacement machinery. The production of the Group will be re-scheduled to minimise the loss to customers. The Company will also explore all means of possibility to increase productivity with customer's approval. It is expected that the full resumption of the production of the affected production lines may take approximately three months. As such, the turnover and profit of the Company and its subsidiaries for the six months ending 30 June 2008 may be adversely affected.

The trading of the shares of the Company has been suspended with effect from 9:30 a.m. on 5 June 2008 pending release of another announcement in relation to price sensitive information regarding the potential disposal of shares by substantial shareholders and investment in the Company by potential investor which may result in a change in control of the Company.

Shareholders and investors are advised to exercise caution when dealing in the securities of the Company.

On behalf of the Board
United Metals Holdings Limited
Tsang Chiu Wai
Chairman

Hong Kong, 20 June 2008

As at the date of this announcement, the board of directors of the Company comprises Mr. Tsang Chiu Wai and Mr. Kong Cheuk Luen, Trevor as executive directors, and Mr. Lee Tho Siem, Mr. Wang Jianguo and Mr. Loke Yu, alias Loke Hoi Lam as independent non-executive directors, and Mr. Wong Wing Sing as non-executive director.

** For identification purpose only.*