



(Company Registration No. 191200018G)
(Incorporated in Singapore)

ANNOUNCEMENT – USE OF PROCEEDS FROM RIGHTS ISSUE

The Board of Directors of United Engineers Limited (the "Company") wishes to announce that approximately S\$14.0 million from the gross proceeds has been used for the Group's property development projects in Singapore and general working capital.

Further to the announcement released on 20 July 2009, to-date, the Company has utilised S\$49.5 million of the gross proceeds of S\$133 million raised from the Rights Issue (as defined in the Company's Offer Information Statement dated 6 February 2009).

The Company will make periodic announcements via SGXNET upon utilisation of the remaining proceeds from the Rights Issue as and when the funds are materially disbursed.

BY ORDER OF THE BOARD

Heng Fook Pyng, Jeslyn
Company Secretary

18 September 2009