



UNITED OVERSEAS INSURANCE LIMITED

(Incorporated in the Republic of Singapore)
Company Registration No.197100152R

**PROPOSED BONUS DIVIDEND AND RIGHTS ISSUE
LODGMET AND DESPATCH OF OFFER INFORMATION STATEMENT**

Singapore, 20 June 2007. We refer to the Company's announcement on 7 May 2007 relating to the proposed Bonus Dividend and Rights Issue.

LODGMET OF OFFER INFORMATION STATEMENT

We wish to announce that the Offer Information Statement dated 20 June 2007 relating to the Rights Issue (the "**Offer Information Statement**") has been lodged with the Monetary Authority of Singapore on 20 June 2007.

DESPATCH OF THE OFFER INFORMATION STATEMENT

The Offer Information Statement together with a copy of the Provisional Allotment Letter (the "**PAL**") and the Application Form for Rights Shares and Excess Rights Shares (the "**ARE**"), as the case may be, will be despatched to Entitled Shareholders on or about 22 June 2007.

ACCEPTANCE OF PROVISIONAL ALLOTMENT OF RIGHTS SHARES AND APPLICATION FOR EXCESS RIGHTS SHARES

Acceptance of provisional allotment of Rights Shares and (if applicable) application for excess Rights Shares under the Rights Issue may only be made:

- (i) in the case of Entitled Scripholders, on the PAL; and/or
- (ii) in the case of Entitled Depositors, on the ARE or by way of Electronic Application through an ATM of a Participating Bank.

Procedures for acceptance, payment and excess application by Entitled Shareholders are found in the Offer Information Statement.

Trading of the provisional allotment of Rights Shares (or "nil-paid" Rights) on the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") will commence from **9.00 a.m. on 22 June 2007** and end at **5.00 p.m. on 2 July 2007**. Entitled Depositors who sell their "nil-paid" Rights during this period need not forward the ARE to the purchasers of the provisional allotment of Rights Shares (the "**Purchasers**") as arrangements have been made for CDP to issue a separate Application Form for Rights Shares (the "**ARS**") to the Purchasers. Purchasers should note that CDP will, on behalf of the Company, send the ARS accompanied by the Offer Information Statement to the Purchasers at their respective Singapore addresses as recorded with CDP by ordinary post at their own risk.

The Offer Information Statement and its accompanying documents will not be despatched to Purchasers whose registered addresses with CDP are not in Singapore (the "**Foreign Purchasers**"). Foreign Purchasers who wish to accept the provisional allotment of Rights Shares credited to their Securities Accounts should make the necessary arrangements with their Depository Agents or stockbrokers in Singapore.

ELECTION OPTION

Entitled Shareholders should note that the Net Bonus Dividend is only sufficient to pay for 55.76% of the Issue Price of the Rights Shares that are provisionally allotted to them without any cash outlay on their part. Additional cash outlay will be required if Entitled Shareholders intend to subscribe for all of the Rights Shares that are provisionally allotted to them.

An Entitled Depositor may elect to utilise all or part of his Net Bonus Dividend (to the extent that it is sufficient) to:

- a) accept the Rights Shares which are provisionally allotted to him;
- b) pay for any provisional allotment of Rights Shares which he may have purchased on a "nil-paid" basis on the SGX-ST; and/or
- c) make payment for any application for excess Rights Shares.

In each case, he may only do so through CDP by completing the ARE and **NOT** by way of an Electronic Application through an ATM of a Participating Bank.

If an Entitled Depositor makes an Electronic Application through an ATM, he would have irrevocably authorised the Participating Bank to deduct the full amount payable from his bank account with such Participating Bank in respect of his application, notwithstanding any instruction that he may have given or will give in respect of the use of his Net Bonus Dividend.

An Entitled Scripholder may elect to utilise all or part of his Net Bonus Dividend (to the extent that it is sufficient) to accept Rights Shares which are provisionally allotted to him. However, an Entitled Scripholder will **NOT** be able to utilise any part of his Net Bonus Dividend to make payment for any application for excess Rights Shares. A renounee of an Entitled Scripholder (even if such renounee is also an Entitled Scripholder) will also not be able to utilise any of his Net Bonus Dividend to accept the Rights Shares that have been renounced to him.

More information on the availability of the Election Option are found in the Offer Information Statement. The Offer Information Statement also sets out the terms and conditions pursuant to which Entitled Shareholders may utilise their Net Bonus Dividend to subscribe for the Rights Shares.

WHERE TO COLLECT THE OFFER INFORMATION STATEMENT

Entitled Shareholders who do not receive the Offer Information Statement and the relevant forms within a week from the date hereof may obtain copies of the same from:

The Central Depository (Pte) Limited
4 Shenton Way
#02-01 SGX Centre 2
Singapore 068807

Lim Associates (Pte) Ltd
3 Church Street
#08-01 Samsung Hub
Singapore 049483

Purchasers of the “nil-paid” Rights who do not receive the ARS and the Offer Information Statement may also obtain copies of the same from CDP (at the address stated above).

IMPORTANT DATES AND TIMES

Shareholders are requested to note the following important dates and times in respect of the Bonus Dividend and Rights Issue:

Event	Date
Expected date of despatch of Offer Information Statement, ARE and PAL (as the case may be) to Entitled Shareholders	: 22 June 2007
Commencement of trading of “nil-paid” Rights	: 22 June 2007 from 9.00 a.m.
Last date and time for splitting Rights	: 2 July 2007 at 4.45 p.m.
Trading of “nil-paid” Rights ceases	: 2 July 2007 at 5.00 p.m.
Last date and time for acceptance of and payment for Rights Shares	: 6 July 2007 at 4.45 p.m. (9.30 p.m. for Electronic Applications)
Last date and time for renunciation of and payment for Rights Shares	: 6 July 2007 at 4.45 p.m.
Last date and time for application and payment for excess Rights Shares	: 6 July 2007 at 4.45 p.m. (9.30 p.m. for Electronic Applications)
Expected date for issuance of Rights Shares	: 20 July 2007
Expected date for commencement of trading of Rights Shares	: 23 July 2007
Expected date for payment of Net Bonus Dividend (in respect of Net Bonus Dividend which has not been applied in full towards the subscription of the Rights Shares)	: 25 July 2007

Purchasers of the “nil-paid” Rights should also note the last date and time for acceptance of and payment for the Rights Shares as stated above.

Unless otherwise defined, all terms used herein shall bear the same meaning as in the Offer Information Statement.

Leo Hee Wui
Assistant Secretary