

ANNOUNCEMENT

SILVERSTONE CORPORATION BERHAD (“SCB” OR THE “COMPANY”)

THE CONDITIONAL TAKE-OVER OFFER BY LION FOREST INDUSTRIES BERHAD (“LFIB” OR THE “OFFEROR”) TO ACQUIRE:-

- (I) **THE REMAINING 339,878,875 ORDINARY SHARES OF RM1.00 EACH FULLY PAID IN SCB (“SCB SHARES”) NOT ALREADY HELD BY LFIB, REPRESENTING APPROXIMATELY 99.95% OF SCB’S EXISTING ISSUED AND PAID-UP ORDINARY SHARE CAPITAL, AND ALL THE NEW SCB SHARES THAT MAY BE ISSUED AND ALLOTTED PRIOR TO THE CLOSING DATE OF THE OFFER PURSUANT TO THE CONVERSION OF ANY REMAINING REDEEMABLE CUMULATIVE CONVERTIBLE PREFERENCE SHARES OF RM0.01 EACH ISSUED AT A PREMIUM OF RM0.99 BY SCB (“RCCPS”) (COLLECTIVELY THE “OFFER SHARES”), TO BE SATISFIED BY THE ISSUE AND ALLOTMENT OF ONE (1) NEW ORDINARY SHARE OF RM1.00 EACH IN LFIB (“LFIB SHARE”) AT AN ISSUE PRICE OF RM1.00 EACH (“ISSUE PRICE”) FOR EVERY FIFTEEN (15) EXISTING OFFER SHARES HELD, OR AN AGGREGATE OF UP TO 24,393,608 NEW LFIB SHARES; AND**
- (II) **THE REMAINING 28,627,764 RCCPS NOT ALREADY HELD BY JADEFORD INTERNATIONAL LIMITED (“JADEFORD”), A WHOLLY-OWNED SUBSIDIARY OF LFIB, REPRESENTING APPROXIMATELY 93.63% OF THE EXISTING RCCPS IN ISSUE (“OFFER RCCPS”), TO BE SATISFIED BY THE ISSUE AND ALLOTMENT OF TWO (2) NEW LFIB SHARES AT THE ISSUE PRICE FOR EVERY THIRTY-THREE (33) EXISTING OFFER RCCPS HELD, OR AN AGGREGATE OF UP TO 1,735,016 NEW LFIB SHARES**

(COLLECTIVELY REFERRED TO AS THE “OFFER”).

We refer to the announcement made on 28 May 2008 in respect of the Offer.

The Board of Directors of SCB hereby announce that upon the completion of the Offer on 28 November 2008, LFIB holds an aggregate of 286,173,498 SCB shares representing 84.16% of the issued and paid-up capital of SCB and Jadedford holds 16,226,329 RCCPS representing 53.07% of the total RCCPS in issue. SCB therefore became a subsidiary of LFIB and Lion Industries Corporation Berhad on 28 November 2008.

This announcement is dated 28 November 2008.