



(Incorporated in the Republic of Singapore)
(Company Registration No. 199704544C)

TERM SHEET DATED 21 DECEMBER 2006

The Board of Directors (the "Board") of NH Ceramics Ltd (the "Company") refers to the Company's announcements dated 21 December 2006 and 23 January 2007 in respect of a term sheet entered into by the Company with Chan Ewe Teik and Ko Beng Soo (the "Placees") on 21 December 2006, in relation to *inter alia* a proposed placement of new ordinary shares in the capital of the Company to the Placees.

The Board wishes to announce that the Company will not be proceeding further with the proposed placement to and transactions with the Placees.

In the meanwhile, the Company is considering other fund raising opportunities and is in discussions with other proposed investors.

Further announcements will be made by the Company as and when appropriate.

By Order of the Board

PAUL GOH MOH CHYE
Managing Director

5 March 2007