



YONGNAM HOLDINGS LIMITED

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NEWS RELEASE

YONGNAM SECURES TWO STRUCTURAL STEELWORKS CONTRACTS WORTH A TOTAL OF S\$23.7 MILLION

Singapore, September 14, 2011 – Yongnam Holdings Limited (“Yongnam” or the “Group”), a leading and well established structural steel contractor and specialist civil engineering solutions provider, has secured two structural steelwork projects worth a total of S\$23.7 million, comprising a variation order for the Singapore Sports Hub and a contract for Asia Square Tower 2 in Marina View South.

Yongnam, through its wholly-owned subsidiary, Yongnam Engineering & Construction Pte Ltd, will support the main contractor, Dragages Singapore Pte Ltd in the construction of the steelworks for the Moving Tiers Structure of the new 7-Storey stadium for the Singapore Sports Hub Consortium. Yongnam’s scope of works comprises the supply, fabrication, surface treatment, delivery and erection of structural steelworks for the Moving Tiers structure which is located within the seating area of the new stadium. The Moving Tiers will be retractable, allowing reconfiguration of the positions of the seats to accommodate various games and events and providing optimum enjoyment for spectators at the new stadium.

Work on the moving tiers structure is expected to commence in the first half of 2012 and complete in the first half of 2013. This contract is not expected to have an impact on the Group’s financial performance for the year ending December 31, 2011.

The contract for Asia Square Tower 2 in Marina View South involves the supply, fabrication, surface treatment, delivery and erection of structural steelworks. The 46-storey tower is a mixed-use development that will comprise office space from the 6th storey up to the 31st storey, hotel accommodation from the 33rd storey till the 46th storey as well as shops, restaurants, hotel banquet halls and ballrooms, and carparks at the lower levels.

Yongnam expects to commence installation in November 2011 and to complete the contract in the first quarter of 2013. This contract is expected to have a favourable impact on the Group's financial performance for the year ending December 31, 2011.

Mr Seow Soon Yong, Chief Executive Officer of Yongnam said: "We are delighted to secure the second package of works for the Singapore Sports Hub, following the stadium roof contract which we secured in May this year. The contract for Asia Square Tower 2, including two earlier contracts for Asia Square Tower 1, is our third successive win for this premium development.

These two contracts reflect our customers' confidence in our proven capabilities. We are proud to be involved in the construction of an iconic national landmark in Singapore, as well as contributing to the development in the Marina Bay area."

Other notable structural steelwork projects that Yongnam has undertaken include the Gardens by the Bay, Marina Bay Sands Integrated Resort, ION Orchard and the National Library Building in Singapore as well as the New Delhi International Airport, Dubai Metro Rail and the Suvarnabhumi International Airport.

About Yongnam Holdings Limited

With 40 years of experience in steel fabrication, Yongnam excels in adding value to steel construction. The Group's two production facilities in Singapore and Nusajaya, Johor, Malaysia have a total annual production capacity of 78,000 tons of steel fabrication.

The Group utilises the latest fabrication technologies and design innovation to offer solutions to its clients on a fast-track basis. Yongnam's modular strutting system continues to give the Group a strong competitive edge in meeting increasingly stringent design and project requirements in infrastructure and construction projects. With a traceability procedure that meets the requirements of the Singapore Building and Construction Authority, its modular strutting system is the first to be certified by an independent auditor for reusability in earth retaining or stabilising structures.

Yongnam's technical and value engineering solutions for steel fabrication and erection have resulted in increased productivity, improved yield and lower costs. The Group's in-house pool of experienced and qualified engineers, detailers, technicians, welders, riggers and fitters are consistently adding value to its clients' projects.

Yongnam is an ISO 9001:2008, ISO 14001:2004 and OHSAS 18001:2007 certified company and accredited fabricator of the highest S1 category from the Singapore Structural Steel Society. Its Quality Management System takes a planned approach towards continuous improvement of its products, processes and services. Yongnam has also achieved a bizSAFE Star Level award.

The Group aims to be the provider of choice and partner in solutions for the steel industry.

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