



YONGNAM HOLDINGS LIMITED

(Company Registration No. 199407612N)
(Incorporated in the Republic of Singapore on 19 October 1994)

NEWS RELEASE

YONGNAM SECURES THREE NEW CONTRACTS WORTH A TOTAL OF S\$63.8 MILLION

- ***Two Structural Steelworks contracts for a new commercial development at Market Street and a major shopping mall in Singapore; and***
- ***One Specialist Civil Engineering contract for the Hong Kong Express Link Central-Wan Chai Bypass Tunnel in Hong Kong***

Singapore, July 12, 2012 – Yongnam Holdings Limited (“Yongnam” or the “Group”), a leading and well established structural steel contractor and specialist civil engineering solutions provider, has secured three contracts worth a total of S\$63.8 million comprising two contracts for a new 40-storey commercial development located at Market Street and the revamping of a major shopping mall in the Marina Bay area, as well as a contract for the Hong Kong Express Link Central-Wan Chai Bypass Tunnel.

The sub-contract packages for the two Singapore projects are for the supply, fabrication, surface-treating, delivery and erection of structural steelworks.

Located at the site of the former Urban Redevelopment Authority multi-storey carpark, the 40-storey development will encompass a vertical garden concept, adding a new dimension to the central business district’s skyline. Yongnam will support the main contractor, Takenaka Corporation, with 7,600 tons of structural steel as well as install precast columns and beams. This project is expected to complete by end-2013.

The revamping of a major shopping mall in the Marina Bay area will see Yongnam providing main contractor, Samsung C&T Corporation (“Samsung”), with 3,450 tons of structural steel for the construction of new floors and structure. This project is expected to complete in 2014.

Commented Mr Seow Soon Yong, Chief Executive Officer of Yongnam: “We are delighted to have secured the contracts of these two landmark projects, helping to shape the city skyline and adding structural and aesthetic value to the buildings.

These two contracts reflect our customers’ confidence in our proven technical capabilities. We are honoured to be involved in the construction of the prestigious Market Street commercial development, as well as contributing to the enhancement and revival of a major shopping mall at Marina Bay, which is expected to bring a sense of renewal and add vigour to the local retail, dining and entertainment scene in Singapore.”

In the third contract to be executed overseas, Yongnam will undertake the design, supply, erection and subsequent removal of struts and walers between newly constructed diaphragm walls at the East Ventilation Building and Cut-&-Cover Tunnel for the Hong Kong Express Link Central-Wan Chai Bypass Tunnel (“Central-Wan Chai Bypass”), which is a 4 km trunk road running between Central and Causeway Bay in Hong Kong.

Mr Seow said: “We are proud to have once again secured another specialist civil engineering contract in Hong Kong, further boosting the Group’s regional track record. The earthwork lateral support works for the Central-Wan Chai Bypass is testament to Yongnam’s engineering expertise and proven ability to deliver on major, challenging projects.”

The main contractor of this project is Chun Wo-CRGL-MBEC Joint Venture and the project is expected to be completed by mid-2016.

All three contracts are expected to have a positive impact on the Group's financial performance for the year ending December 31, 2012.

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 production capacity of 78,000 tons of steel fabrication.

The Group utilizes 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 more 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 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. The Group's Quality Management System takes a planned approach towards continuous improvement of its products, processes and services.

Moving forward, Yongnam aims to be the provider of choice and partner in solutions for the steel industry.

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