



YONGNAM HOLDINGS LIMITED

(Co Reg No 199407612N)
(Judicial Managers Appointed)

RECEIPT OF LETTER OF DEMAND – SENG YAP ENGINEERING ENTERPRISE

The judicial managers (the “**JMs**”) of Yongnam Holdings Limited (Judicial Managers Appointed) (the “**Company**”) wish to update that Yongnam Engineering Sdn Bhd (“**YESB**”), a wholly-owned subsidiary of the Company, has received a letter of demand dated 10 November 2023 (the “**LOD**”) from the solicitors of Seng Yap Engineering Enterprise (“**SYEE**”) in relation to an Outstanding Sum (as defined herein) due to SYEE.

The LOD alleges that it had previously sent YESB a notice of demand dated 8 August 2023 that instructed YESB to make payment of RM1,433,545.91 to SYEE (“**NOD**”). Pursuant to the NOD, YESB had made a part payment of RM50,000.00 to SYEE on 7 September 2023. The LOD alleges that YESB is liable to SYEE for the remaining sum of RM1,383,545.91, being the balance outstanding sum due from services rendered to YESB and payable by YESB to SYEE (the “**Outstanding Sum**”).

The LOD states that it serves as notice that unless YESB pays the Outstanding Sum to SYEE or its solicitors within seven days from 23 November 2023, SYEE will commence legal proceedings against YESB for recovery of the Outstanding Sum without further reference to YESB and in such an event all costs and disbursements incurred shall be borne by YESB.

The JMs will make further announcements on the SGXNET in the event there are any material developments which warrant disclosure, in compliance with its obligations under the Listing Manual.

Shareholders, creditors and holders of existing debts and securities of the Company are advised to read this announcement and any further announcements by the Company carefully. In the event of any doubt, they should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

For and On Behalf of the Company

Toh Ai Ling
Joint and Several Judicial Manager
28 November 2023

Seow Soon Yong
Chief Executive Officer
28 November 2023