



YONGNAM HOLDINGS LIMITED

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

NOVATION OF SUB-CONTRACT – UPDATE

Unless otherwise defined, all terms and references used herein shall bear the same meaning ascribed to them in the Company's announcement dated 23 February 2024 in relation to the novation of the sub-contract with China Communications Construction Company Ltd (Singapore Branch).

The judicial managers (the “**JMs**”) of Yongnam Holdings Limited (Judicial Managers Appointed) (the “**Company**”) refer to the Company's General Announcement dated 23 February 2024, announcing that Yongnam Engineering & Construction (Private) Limited (Judicial Managers Appointed) (“**YNEC**”), a wholly-owned subsidiary of the Company, had entered into a Novation Agreement with Oncod Pte. Ltd. (as the Replacement Sub-Contractor) and China Communications Construction Company Ltd (Singapore Branch) (as the Main Contractor) for the novation of the Sub-Contract.

It was announced that the novation of the Sub-Contract is subject to any rejection of the Employer, and that should the Employer reject the novation of the Sub-Contract within 30 days from the date of the Novation Agreement, the entire Novation Agreement shall be taken to be invalid.

The JMs wish to announce that the Employer has not, within 30 days from the date of the Novation Agreement, rejected the novation of the Sub-Contract, and the Novation Agreement remains valid.

Further announcements will be released as and when there are material developments which warrant disclosure, in compliance with the Company's obligations under the listing manual of the Singapore Exchange Securities Trading Limited.

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
25 March 2024

Seow Soon Yong
Chief Executive Officer
25 March 2024