



YONGNAM HOLDINGS LIMITED

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

NOVATION OF T316 and N109A CONTRACTS

Yongnam Engineering & Construction (Private) Limited (Judicial Managers Appointed) (“YNEC”), a wholly-owned subsidiary of Yongnam Holdings Limited (Judicial Managers Appointed) (the “Company”), entered into the following sub-contracts as a sub-contractor:

- (a) dated 23 June 2020 (as supplemented by a supplemental agreement dated 22 August 2022, and a clarification letter on the supplemental agreement dated 28 February 2023) with Shanghai Tunnel Engineering Co (Singapore) Pte Ltd (“**Shanghai Tunnel**”), pursuant to which YNEC agreed to, *inter alia*, undertake certain supply, fabrication, delivery, installation and dismantling related works for Contract T316 (the “**Contract T316 Works**”); and
- (b) dated 23 August 2019 (as supplemented by a supplemental agreement dated 22 August 2022 and clarification letter on the supplemental agreement dated 27 February 2023) with Shanghai Tunnel, pursuant to which YNEC agreed to, *inter alia*, undertake certain design, supply, fabrication, delivery, installation and dismantling related works for Contract N109A (the “**Contract N109A Works**”)

(each a “**Sub-Contract**” and collectively, the “**Sub-Contracts**”).

The judicial managers of the Company wish to announce that YNEC has separately entered into the following novation agreements:

- (a) for the Sub-Contract in relation to the Contract N109A Works; and
- (b) for the Sub-Contract in relation to the Contract T316 Works,

(each a “**Novation Agreement**” and collectively, the “**Novation Agreements**”) with Aztec Steel Pte. Ltd. (the “**Replacement Sub-Contractor**”) and Shanghai Tunnel in respect of each of the Sub-Contracts.

By entering into the Novation Agreements, the Replacement Sub-Contractor will perform and be bound by the terms and conditions of each of the Sub-Contracts in every way as if the Replacement Sub-Contractor was named in each of the Sub-Contracts as a party thereto from the outset in lieu of YNEC. The Replacement Sub-Contractor shall be responsible for all obligations and liabilities under the relevant Sub-Contract (including all liabilities arising from any breach of any of the Sub-Contracts and defaults attributable to YNEC) arising prior to, on or subsequent to the date of the relevant Novation Agreement. Shanghai Tunnel and YNEC will release and discharge each other from the performance of the other party's obligations, duties and liabilities under each of the Sub-Contracts, and from all liabilities, claims and demands whatsoever arising prior to, on or subsequent to the date of the relevant Novation Agreement with effect from the date of the relevant Novation Agreement.

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
22 July 2024

Seow Soon Yong
Chief Executive Officer
22 July 2024