



YONGNAM HOLDINGS LIMITED

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

NEWS RELEASE

YONGNAM'S JOINT VENTURE SECURES S\$320.4 MILLION CONTRACT FOR JURONG REGION LINE

- ***Under the J109 contract awarded by the Land Transport Authority, the Group's 40%-owned JV with Daewoo E&C, South Korea will be the main contractor for design and construction of three MRT stations and an associated viaduct***
- ***First MRT project secured by the Group as part of a joint venture as a main contractor***
- ***The project is expected to commence in 2020***

Singapore, July 20, 2020 – Yongnam Holdings Limited (“Yongnam” or the “Group”), a well-established structural steel contractor and specialist civil engineering solutions provider, today announced that its 40%-owned joint venture with Daewoo Engineering & Construction Co., Ltd. (“Daewoo E&C”) has clinched a S\$320.4 million design and build contract for Jurong Region Line. Daewoo E&C, a leading international construction company, is listed on the Korea Stock Exchange.

Awarded by the Land Transport Authority, the J109 contract works include the design and construction of Toh Guan Station, Jurong Town Hall Station, Pandan Reservoir Station and associated entrances, as well as a 3600 metres elevated viaduct.. This contract is expected to commence later this year.

The 24km-long Jurong Region Line is Singapore's seventh MRT line, and is the first fully elevated line without any underground stations. The Jurong Region Line will significantly improve connectivity of the region and support the development of the Jurong area, which is set to be the largest commercial hub outside the Central Business District.

Mr Seow Soon Yong, Chief Executive Officer of Yongnam, said, “we are pleased to have achieved a breakthrough by securing the Group’s first design and construction contract for a MRT line through our joint venture. The award of this design and construction contract reflects the confidence our business partner and client have in the Group’s competencies and track record.”

Yongnam’s strong technical expertise and capabilities as an established structural steel contractor and specialist civil engineering solutions provider have enabled us to add value to our customers and partner them for major infrastructure works projects. Yongnam had earlier won the S\$553.8 million design and construction contract for the North-South Corridor project through our joint venture partner Leighton Asia in 2018. The Group will continue to actively participate in bidding for various major public sector infrastructure projects as well as commercial projects in Singapore, Hong Kong and Australia to strengthen our order book,” added Mr Seow.

This contract award is expected to have a positive impact on the Group’s financial performance for the year ending December 31, 2020.

About Yongnam Holdings Limited

With more than 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 84,000 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 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 ("BCA"), 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-9001:2015, ISO 14001:2015, ISO 45001:2018 certified company and a certified manufacturer of CE-marked structural steelwork to EN 1090 and EN ISO 3834 for the highest execution class EXC4 for the EU market. Yongnam is also an accredited fabricator of the highest S1 category from the Singapore Structural Steel Society and holds A1 and A2 Grades from the BCA for the categories of General Building and Civil Engineering respectively.

The Group's 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 and BCA Green and Gracious Builder award.

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

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