



NAM CHEONG LIMITED  
(Incorporated in Bermuda)  
(Company Registration Number 25458)

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**RESPONSE TO SGX-ST QUERIES IN RELATION TO THE ANNOUNCEMENT ON EMPHASIS OF MATTER BY INDEPENDENT AUDITORS ON FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016**

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The Board of Directors of Nam Cheong Limited (the “**Company**”) would like to provide the following additional information in reply to the queries raised by SGX-ST on 21 March 2017:

**SGX-ST Query 1**

Please provide the Board’s confirmation as to:-

- (i) whether the Group can continue as a going concern and the bases for such opinion; and
- (ii) whether sufficient information has been disclosed by the Company to enable trading to continue in an orderly manner.

**Company’s Response**

- (i) The Group can continue as a going concern as the Group is in active and continuous discussions with its major lenders and other stakeholders. The Group is confident that it can restructure its existing commitments and continue as a going concern. The Group has engaged a financial advisor.

The Directors have also considered the feasibility and effectiveness of the existing measures as announced in the announcement released on 17 March 2017 and are satisfied that the Group can continue as a going concern.

- (ii) The ongoing discussions with the major lenders and other stakeholders are of a sensitive nature and on-going. The Company will make the necessary announcements when there are further developments.

At present, to the best of the Company’s knowledge and belief, there is nothing that the Directors are aware of that causes the Directors to believe that sufficient information has not been disclosed to the public to enable trading to continue in an orderly manner.

BY ORDER OF THE BOARD  
NAM CHEONG LIMITED

Tan Sri Datuk Tiong Su Kouk  
Executive Chairman  
24 March 2017