NAM CHEONG LIMITED
(Company Registration No. 25458)
(Incorporated in Bermuda)

UPDATE ON RESTRUCTURING

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1. INTRODUCTION

The Board of Directors ("**Board**") of Nam Cheong Limited ("**Company**") and its subsidiaries (together, the "**Group**") refer to:

(a) its announcement dated 16 July 2018 in relation to, amongst other things, the sanction of the schemes of arrangements (with modifications) proposed between Nam Cheong Dockyard Sdn Bhd ("**NCD**") and Nam Cheong International Ltd ("**NCI**") and their respective creditors ("**NCD Scheme**" and "**NCI Scheme**" respectively);

(b) its circular to Shareholders dated 27 July 2018 relating to, amongst other things, the issuance of the Term Loan Shares ("**Circular**");

(c) its announcement dated 3 August 2018 in relation to, amongst other things, the sanction of the scheme of arrangements (with modifications) proposed between the Company and its creditors ("**NCL Scheme**", collectively with the NCD Scheme and the NCI Scheme, the "**Schemes**");

(d) its announcement dated 28 September 2018 in relation to the implementation of the Schemes;

(e) its announcement dated 1 October 2020 in relation to NCD's admission into the Corporate Debt Restructuring Committee ("**CDRC**") of Malaysia;

(f) its announcement dated 25 May 2022 in relation to the update on the Restructuring;

(g) its announcement dated 7 March 2023 in relation to the informal meeting to update term loan creditors on the current restructuring ("**7 March 2023 Announcement**");

(h) its announcement dated 22 March 2023 in relation to the Court's approval to convene scheme meeting; and

(i) its announcement dated 31 March 2023 in relation to the application for extension of time in respect of submitting the resumption of trading proposal ("**31 March 2023 Announcement**").

Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings as ascribed to them in the aforementioned announcements.

2. UPDATE ON RESTRUCTURING

The Board is pleased to inform shareholders that further to the **31 March 2023 Announcement**, the Company has, on 20 April 2023, entered into the debt restructuring master agreement ("**DRMA**") with the Participating Lenders. The material terms of the DRMA have been previously disclosed in the presentation slides uploaded together with the **7 March 2023 Announcement**. The conclusion of the DRMA is subject to certain condition precedents which, inter alia, includes the approval from SGX-ST for the resumption of trading of the Company's securities, the

sanctioning of the New NCL Scheme by the High Court of Malaya and approval of the proposed restructuring scheme from its shareholders.

Any further material developments relating to the Restructuring will be disseminated at the appropriate juncture. There is no assurance or reasonable certainty that any Restructuring options will be successfully concluded, although we are hopeful that the Group can achieve a viable solution going forward. In the event the Restructuring is not concluded within a timely manner, the Company / Group will continue to be faced with a going concern issue.

Further announcements will be made by the Company and the Board via SGXNET as and when there are material developments, in compliance with the listing rules of the Singapore Exchange Securities Trading Limited.

Given the above matters and pending the completion of the Restructuring, stakeholders and potential investors should exercise caution when trading in the Company's securities. When in doubt as to the action they should take, stakeholders and potential investors should consult their financial, tax or other advisers.

BY ORDER OF THE BOARD
NAM CHEONG LIMITED

Kong Wei Fung
Cheok Hui Yee
Company Secretaries

20 April 2023