



YONGNAM HOLDINGS LIMITED

(the "Company")

(Company Registration No. 199407612N)

(Incorporated in the Republic of Singapore on 19 October 1994)

STEPPING DOWN OF NON-EXECUTIVE AND NON-INDEPENDENT DIRECTOR

The Board of Directors (the "**Board**") of Yongnam Holdings Limited ("**Yongnam**" or the "**Company**") wishes to announce that Mr. Tan Tin Nam, founder of Yongnam Group, will relinquish his position as Non-Independent and Non-Executive Director of the Company with effect from 13 July 2016. This is part of the Board's move to facilitate changes to board composition and embrace recommended best practices. Following the relinquishment of Mr Tan's directorship, independent directors will constitute half of the Board.

The Board wishes to record its deepest thanks and appreciation for the invaluable service and contribution that Mr. Tan has provided to the Company.

By Order of the Board

SEOW SOON YONG
Chief Executive Officer

13 July 2016