



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

NON-PAYMENT OF COUPON AND PRINCIPAL

1. INTRODUCTION

The Board of Directors (the “**Board**”) of Nam Cheong Limited (the “**Company**”) and its subsidiaries (together the “**Group**”) refers to its announcement made on 20 July 2017 in relation to the debt standstill of the Company and 24 July 2017 in relation to the non-payment of the coupon payment due on 23 July 2017 with respect to the S\$75,000,000 6.50 per cent. Notes due 2018 comprised in Series 004 (the “**Series 004 Notes**”) (ISIN:SG6YE4000003) (the “**Announcements**”).

2. UPDATE ON COUPON PAYMENT DUE ON 23 JULY 2017

Further to the Company’s announcement on 24 July 2017, the coupon payment for the Series 004 Notes has been paid to the holders of the Series 004 Notes on 1 August 2017 from the monies in the Series 004 Interest Service Reserve Account.

3. DEBT STANDSTILL AND COUPON PAYMENTS

The Company wishes to announce that consistent with the Announcements, the Company will not be making the following payments:

- (i) coupon and principal due on 28 August 2017 with respect to the S\$90,000,000 5.00 per cent. Notes due 2017 comprised in Series 002 (ISIN: SG57D8996134) (the “**Series 002 Notes**”); and
- (ii) coupon that is due on 26 August 2017 with respect to the S\$200,000,000 5.05 per cent. Notes due 2019 comprised in Series 003 (ISIN: SG6SE6000003) (the “**Series 003 Notes**”).

The Series 002 Notes and Series 003 Notes are respectively secured by account charges (“**Account Charges**”) over the Series 002 Interest Service Reserve Account and Series 003 Interest Service Reserve Account (each an “**ISRA**”, collectively the “**ISRAs**”) held by DBS Trustee Limited, as trustee, in favour of the holders of the Series 002 Notes and Series 003 Notes. Each ISRA contains two coupon payments of the Series 002 Notes and Series 003 Notes respectively. The Company has been in communication with DBS Trustee Limited in relation to the monies in the ISRAs.

The Company is working with its advisers and will provide an update with respect to the Company’s restructuring of its indebtedness in due course. Further announcements will be made by the Company and the Board via SGXNET as and when there are any 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

Tan Sri Datuk Tiong Su Kouk
Executive Chairman

23 August 2017