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

ENTRY INTO SECOND SUPPLEMENTAL AGREEMENT TO BOND SUBSCRIPTION AGREEMENTS

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1. INTRODUCTION

The Board of Directors (the "**Board**") of Yongnam Holdings Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to:

(a) its announcements dated 4 June 2021, 20 September 2021, 27 October 2021 and 26 September 2022 in relation to, *inter alia*, the entry into bond subscription agreements (the "**Bond Subscription Agreements**") and the subscription and issue of S$9.5 million in aggregate principal amount of new seven (7) per cent. redeemable convertible bonds (the "**2021 Bonds**") to be issued by the Company to the holders of its previously existing redeemable convertible bonds, the maturity date of which fell on 4 June 2021;

(b) its announcement dated 23 August 2021 in relation to the entry into supplemental letters to the Bond Subscription Agreements (the Bond Subscription Agreements as amended and supplemented by the supplemental letters being the "**Amended Subscription Agreements**"); and

(c) its announcement dated 20 April 2022 in relation to the Company's appointment of RSM Corporate Advisory Pte Ltd to assist the Company in its process of seeking potential strategic investor(s) to strengthen and reinforce the Company's capital structure,

collectively, the "**Previous Announcements**". Capitalised terms used but not defined herein shall have the meanings as ascribed to them in the Previous Announcements.

2. SECOND SUPPLEMENTAL AGREEMENT

Amid the current macroeconomic and interest rate environment and as the Company continues in its process of seeking potential strategic investor(s) and discussions of a possible refinancing of its existing borrowings instead (the "**Ongoing Discussions**"), the Company has, on 27 October 2022 entered into a second supplemental agreement (the "**Second Supplemental Agreements**") with each of the holders of the 2021 Bonds as at the date of this announcement, pursuant to which the parties have agreed to extend the maturity date of the 2021 Bonds by six (6) months. Accordingly, the maturity date of the 2021 Bonds has been extended from 27 October 2022 (being one (1) year from the date of issuance of the 2021 Bonds) to 27 April 2023 (being 18 months from the date of issuance of the 2021 Bonds).

The 2021 Bonds shall continue to bear interest from the respective dates on which they were issued and registered, at the rate of 7% per annum, payable semi-annually in arrears every six (6) months from the relevant date of issue of the 2021 Bonds, with the last payment of interest being made on the date falling 18 months from the date of issuance of the 2021 Bonds.

Save for the amendments mentioned above, the provisions of the Amended Subscription Agreements continue in full force and effect.

3. FURTHER UPDATES

The Company will make further announcements as and when there are material updates in relation to the Ongoing Discussions.

4. INTERESTS OF DIRECTORS AND SUBSTANTIAL SHAREHOLDERS

None of the Directors or substantial shareholders of the Company has any interest, direct or indirect, in the Bond Subscription Agreements, the Amended Subscription Agreements or the

Second Supplemental Agreements, other than through their directorships and/or shareholdings in the Company.

5. DOCUMENTS FOR INSPECTION

Copies of the Bond Subscription Agreements and the Amended Subscription Agreements may be inspected at the registered office of the Company at 51 Tuas South Street 5, Singapore 637644 during normal business hours for a period of three (3) months commencing from the date of this announcement.

6. DIRECTORS' RESPONSIBILITY STATEMENT

The Directors collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm after making all reasonable enquiries that, to the best of their knowledge and belief, this announcement constitutes full and true disclosure of all material facts about the Bond Subscription Agreements, the Amended Subscription Agreements, the Second Supplemental Agreements and the Group, and the Directors are not aware of any facts the omission of which would make any statement in this announcement misleading. Where information in the announcement has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Directors has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this announcement in its proper form and context.

7. CAUTIONARY STATEMENT

Shareholders and potential investors of the Company are advised to read the Previous Announcements, this announcement and any further announcements by the Company carefully. There is no certainty or assurance as at the date of this announcement that the transactions contemplated in the Ongoing Discussions will be undertaken. Shareholders and potential investors of the Company should exercise caution when trading in shares of the Company, and where in doubt as to the action they should take, they should consult their legal, financial, tax or other professional adviser immediately.

By Order of the Board
YONGNAM HOLDINGS LIMITED

Seow Soon Yong
Chief Executive Officer
27 October 2022