



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

APPLICATION FOR EXTENSION OF MORATORIUM

1. INTRODUCTION

The Board of Directors (the “**Board**”) of Nam Cheong Limited (the “**Company**”) and its subsidiaries (together the “**Group**”) refers to the following announcements:

- (i) its announcements dated 9 October 2017 and 24 October 2017 in relation to the Company’s application on 6 October 2017 to the High Court of the Republic of Singapore (“**Court**”) pursuant to (a) Section 210(1) of the Companies Act (Cap. 50, 2006 Revised Edition) (“**Companies Act**”) to convene a meeting of its creditors; and (b) for a moratorium (“**Moratorium**”) under Section 211B of the Companies Act and/or the inherent jurisdiction of the Court (collectively, the “**Application**”);
- (ii) its announcement dated 30 October 2017 in relation to the grant of the Application by the Court to convene a meeting of its creditors for the purposes of considering and approving with or without modification a scheme of arrangement proposed to be made between the Company and its creditors pursuant to Section 210(1) of the Companies Act;
- (iii) its announcement dated 22 January 2018 in relation to *inter alia* the approval of the schemes of arrangements (“**NCD Scheme**” and “**NCI Scheme**” respectively) proposed by the Company’s key subsidiaries, Nam Cheong Dockyard Sdn Bhd (“**NCD**”) as well as Nam Cheong International Ltd (“**NCI**”) by the NCD and NCI’s Scheme Creditors (as defined in the NCD Scheme and NCI Scheme respectively);
- (iv) its announcement dated 24 January 2018 in relation to *inter alia* the approval of the scheme of arrangement (“**NCL Scheme**”) proposed by the Company by its Creditors (as defined in the NCL Scheme); and
- (v) its announcement dated 29 March 2017 in relation to the application filed in Court for, among other things, the extension of the Moratorium for a period of four (4) months until 6 August 2018.

(collectively, the “**Previous Announcements**”).

Unless otherwise defined, terms used in the Previous Announcements shall have the same meaning when used herein.

2. APPLICATION FOR EXTENSION OF THE MORATORIUM

The Company is pleased to announce that the Court has on 3 April 2018 granted, inter alia, the following orders:

- (i) the Company's application to extend the Moratorium for a period of four (4) months until 6 August 2018 or further order ("**Extended Moratorium**");
- (ii) the Company shall make an application to Court for sanction of the NCL Scheme pursuant to section 210(4) of the Companies Act within the period of the Extended Moratorium; and
- (iii) the Company be at liberty to apply for such further or other directions as may be expeditious or necessary.

The Company will endeavour to apply for the Court's sanction of the NCL Scheme within the period of the Extended Moratorium.

3. UPDATE ON PROGRESS OF THE NCL SCHEME

Since the approval of the NCD Scheme and NCI Scheme by their respective Creditors (as defined in the NCD Scheme and NCI Scheme) on 22 January 2018 and the approval of the NCL Scheme on 24 January 2018, the Group, together with its financial and legal advisors, have been working towards the fulfillment of the conditions precedent to the effectiveness of the NCD Scheme, NCI Scheme and the NCL Scheme (collectively, "**Schemes**"). Amongst others, the Group has been engaged in discussions with the secured bank lenders of NCD and NCI with a view to finalising the Bilateral Facility Agreements and seeking Court sanction of the Schemes as soon as practicable. The Company is also in the process of seeking the SGX-ST's approval for, amongst others, the issuance and allotment of the Non-sustainable Debt Shares and the Term Loan Shares (each as defined in the NCL Scheme), and the trading resumption of NCL's shares.

With respect to the contractual interest (excluding default interest) in relation to (i) the Series 003 Notes for the period of 26 August 2017 to 31 December 2017; and (ii) the Series 004 Notes for the period 23 July 2017 to 31 December 2017, such interest payments can only be made to the holders of the Series 003 Notes and Series 004 Notes respectively after the NCL Scheme is sanctioned by the Court and takes effect, and will be made as soon as practicable after the NCL Scheme is sanctioned by the Court and takes effect. As noted in paragraph 2 above, the Court has ordered that the Company shall make an application to Court for the sanction of the NCL Scheme pursuant to section 210(4) of the Companies Act within the period of the Extended Moratorium.

The Company is thankful for the support that the Creditors have shown to the Group and the Schemes. The Group remains committed to working closely with the Creditors and doing its very best to fulfil the condition precedents to enable the Schemes to be sanctioned and be effective as soon as practicable.

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.

Trading in the Company's securities on the SGX-ST has been voluntarily suspended by the Company on 21 July 2017.

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

4 April 2018