



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

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## ADMISSION INTO THE CORPORATE DEBT RESTRUCTURING COMMITTEE

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The board of directors (the “**Board**”) of Nam Cheong Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to:

- (a) its announcement dated 24 April 2020 in relation to the Group financial and operations review; and
- (b) its announcement dated 29 June 2020 in relation to the Term Loan Interest.

The Board wishes to announce that the Corporate Debt Restructuring Committee of Malaysia (the “**CDRC**”)¹, a committee under the purview of Bank Negara Malaysia (the Central Bank of Malaysia), has on 1 October 2020 accepted an application by the Company’s wholly owned subsidiary, Nam Cheong Dockyard Sdn Bhd (“**NCD**”), for the CDRC’s assistance to mediate between NCD and its financial creditors (the “**NCD Application**”).

Following the CDRC’s acceptance of the NCD Application, the CDRC has issued a letter addressed to the NCD’s financial institution (“**FI**”) creditors. These FI creditors are expected to observe an informal standstill, and withhold from any proceedings against, *inter alia*, NCD and its subsidiaries (“**Informal Standstill Arrangement**”). NCD is also expected to submit a proposal for a restructuring of its debts within 60 days from the date of CDRC’s admission, after which CDRC shall call for a meeting with NCD’s creditors. The Informal Standstill Arrangement will be for an initial 6-month period.

Premised on the successful outcome of the meeting with the FI creditors, the Company is hopeful of being able to revert to the Term Loan Creditors and all other creditors of the Company in the near future with some indication of its plans which must, of necessity, ensure underlying viability and the generation of sufficient EBITDA to meet its obligations (“**Restructuring**”). In the meantime, the Company craves the indulgence and understanding of the Term Loan Creditors and all other creditors of the Company.

No definitive agreements in relation to the Restructuring have been entered into by the Group as at the date of this announcement. There can be no assurance or reasonable certainty that any discussions or any Restructuring options will materialise or be successfully concluded. In the event the Restructuring is not favourably completed in a timely manner, the Company and the Group will 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 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 28 April 2020.

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.

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¹ The CDRC is, as described on its website, “a pre-emptive measure by the Malaysian Government to provide a platform for corporate borrowers and their creditors to work out feasible debt resolutions without having to resort to legal proceedings. This initiative has been put in place to ensure that all avenues are made available to assist distressed corporations to resolve their debt obligations”.

**BY ORDER OF THE BOARD  
NAM CHEONG LIMITED**

Kong Wei Fung  
Cheok Hui Yee  
Company Secretaries

1 October 2020