



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

SCHEME OF ARRANGEMENT AND IRREVOCABLE UNDERTAKING FOR THE PROPOSED RIGHTS ISSUE:

DEPOSIT OF COMMITTED SUM OF RM 50 MILLION INTO ESCROW ACCOUNT

1. INTRODUCTION

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

- (a) its announcement made on 23 November 2017 in relation to the Scheme of Arrangement (“**Scheme**”) dated 23 November 2017 between the Company and its Creditors (as defined in the Scheme); and
- (b) its announcement dated 4 December 2017 in relation to the Proposed Capital Reorganisation and Proposed Renounceable Non-underwritten Rights Issue (“**4 December 2017 Announcement**”).

Unless otherwise stated, all capitalised terms shall bear the same meaning as set out in the 4 December 2017 Announcement.

2. DEPOSIT OF COMMITTED SUM OF RM 50 MILLION INTO ESCROW ACCOUNT

As stated at paragraph 11 of the 4 December 2017 Announcement, Tan Sri Datuk Tiong Su Kouk, a shareholder of the Company holding (both direct and deemed) 1,074,704,632 Shares, representing approximately 51.26% of the issued Shares (excluding Shares held in treasury), as at the date of the 4 December 2017 Announcement (“**Major Shareholder**”) had provided an irrevocable undertaking to show support for the Proposed Rights Issue and to demonstrate his commitment to and confidence in the Company’s restructuring under the Scheme. Under the terms of the irrevocable undertaking, the Major Shareholder had *inter alia* undertaken to deposit the Committed Sum of RM50 million into an escrow account for the purposes of fulfilling his obligations pursuant to the irrevocable undertaking.

The Company wishes to announce that the Major Shareholder has deposited the Committed Sum of RM50 million into the escrow account.

Further announcements will be made by the Issuer 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.

By Order of the Board
Nam Cheong Limited

Tan Sri Datuk Tiong Su Kouk
Executive Chairman

19 January 2018