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

UPDATE ON RESTRUCTURING
ADVANCED NOTICE IN CONNECTION WITH FILING OF PROOF OF DEBT FORMS

1. INTRODUCTION

The Board of Directors ("**Board**") of Nam Cheong Limited ("**Company**") and its subsidiaries (together, the "**Group**") refer to:

(a) its announcement dated 16 July 2018 in relation to, amongst other things, the sanction of the schemes of arrangements (with modifications) proposed between Nam Cheong Dockyard Sdn Bhd ("**NCD**") and Nam Cheong International Ltd ("**NCI**") and their respective creditors ("**NCD Scheme**" and "**NCI Scheme**" respectively);

(b) its circular to Shareholders dated 27 July 2018 relating to, amongst other things, the issuance of the Term Loan Shares ("**Circular**");

(c) its announcement dated 3 August 2018 in relation to, amongst other things, the sanction of the scheme of arrangements (with modifications) proposed between the Company and its creditors ("**NCL Scheme**", collectively with the NCD Scheme and the NCI Scheme, the "**Schemes**");

(d) its announcement dated 28 September 2018 in relation to the implementation of the Schemes;

(e) its announcement dated 24 April 2020 informing, *inter alia*, that the Company is on the course of holding discussions with its principal lenders with a view to address significant debt maturities, which may include, *inter alia*, extension of the maturities and/or restructuring of existing loans (the "**Restructuring**");

(f) its announcement dated 28 April 2020 in relation to the voluntary suspension in the trading of the Company's securities;

(g) its announcement dated 1 October 2020 informing, *inter alia*, that the Corporate Debt Restructuring Committee of Malaysia ("**CDRC**") had accepted the application of NCD and its subsidiaries for CDRC's assistance to mediate a debt restructuring between NCD and its financial creditors;

(h) its announcement dated 25 May 2022 in relation to the entry into the debt restructuring master agreement on 20 April 2023 with the participating lenders;

(i) its announcement dated 16 February 2023 in relation to the update on the Restructuring regarding (i) the court application for leave to convene scheme meeting and (ii) the informal meeting with the term loan creditors;

(j) its announcement dated 22 March 2023 in relation to the Court's approval to convene a scheme meeting;

(k) its announcement dated 20 April 2023 in relation to the update on the Restructuring; and

(l) its announcement dated 28 April 2023 in relation to the update on the Restructuring regarding the entry into Placement Agreement ("**28 April 2023 Announcement**").

Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings as ascribed to them in the aforementioned announcements in the order of their recency, i.e., the most recent of the aforementioned announcements shall prevail over earlier announcements for the purposes of interpreting such terms.

2. NEXT STEPS IN THE RESTRUCTURING

Further to the Company's 28 April 2023 Announcement, the Company wishes to update that it is currently in the midst of finalising the scheme of arrangement documents, which would include the proposed scheme document and an explanatory statement, for the New NCL Scheme (the "**Scheme Documents**") to be proposed to the scheme creditors at the Scheme Meeting.

Once the Scheme Documents have been finalised, the Company will despatch the Scheme Documents to the scheme creditors. Thereafter, the Company will convene the Scheme Meeting with the Scheme Creditors to vote on the Proposed Scheme. The Company is intending to convene a special general meeting to obtain shareholders' approval of the corporate actions to be tabled in connection with the New NCL Scheme after the Scheme Meeting.

3. ADVANCED NOTICE IN CONNECTION WITH FILING OF PROOF OF DEBT FORM AND VOTING INSTRUCTION FORM

In anticipation of the dissemination of the Scheme Documents, the Company would like to share the Voting Instruction Form ("**VIF Form**") and the Proof of Debt Form ("**POD Form**", collectively with the VIF Form, the "**Forms**") with the scheme creditors which is released together with this announcement. After the Scheme Documents are disseminated, the scheme creditors will be required to submit the Forms (for scheme creditors holding claims against the Company directly, submission of only the POD Form) to the Company for the purposes of voting at the Scheme Meeting. The Company is providing these Forms ahead of the dissemination of the Scheme Documents to facilitate the scheme creditors completing the Forms and preparing the required information and supporting documents.

<u>Scheme creditors who directly hold their claims against the Company</u>

For scheme creditors who directly hold their claims against the Company and whose records and contact information are available to the Company, pre-populated POD Form containing the amount of claims, as recorded by the Company, will be provided to you. This is for the ease of the scheme creditors, and these pre-populated POD Form will allow creditors to review and confirm the amount of the claims owed to them by the Company. If there are any discrepancies in the amount of the claims, scheme creditors are requested to inform the Company as soon as practicable, together with any information or documents supporting the relevant scheme

creditor's claims. Please submit the POD Form only after the Scheme Documents are disseminated.

The Company will issue the pre-populated POD Forms to the scheme creditors' email address on or before 2 August 2023. For scheme creditors whose records and contact information are available to the Company but who do not receive the pre-populated POD Form from the Company on or before 4 August 2023, please contact the Company at scheme@ncl.com.sg to request for the pre-populated POD Form.

Scheme creditors who hold their claims against the Company through intermediaries

For scheme creditors who hold their claims against the Company through intermediaries, the VIF Form will be provided to the relevant intermediaries. Scheme creditors are strongly encouraged to approach their intermediaries promptly after 2 August 2023 to allow the intermediaries sufficient time to process their instructions and to submit the VIF Form on their behalf.

Others

If you believe that you are a creditor of the Company and hold claims against the Company, please complete the POD Form and submit it, along with any information or documents supporting the relevant claims, to the Company following the instructions in the Scheme Documents which will be available to the scheme creditors in due course.

Scheme creditors are encouraged to review the Forms carefully and complete the Forms before the Scheme Documents are disseminated in order to expedite the scheme creditors' proof of debt filling process.

Scheme creditors may only submit the Forms to the Company once the Scheme Documents are disseminated. Scheme creditors should carefully review the Scheme Documents and follow the instructions set out in the Scheme Document in completing the Forms. The instructions will be set out in full in the Scheme Documents to be issued to Shareholders in due course. Further announcements regarding the Scheme Meeting and the Scheme Documents will be made by the Company and the Board via SGXNET.

4. FURTHER ANNOUNCEMENTS

Any further material developments relating to the Restructuring will be disseminated at the appropriate juncture. There is no assurance or reasonable certainty that any Restructuring options will be successfully concluded, although we are hopeful that the Group can achieve a viable solution going forward. In the event the Restructuring is not concluded within a timely manner, the Company and/or the Group will continue to 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 material developments, in compliance with the listing rules of the SGX-ST.

5. CAUTIONARY STATEMENT

Stakeholders, including but not limited to the shareholders and Term Loan Creditors, and potential investors of the Company are advised to read this announcement and any further announcements made by the Company carefully. Stakeholders and potential investors of the

Company are advised to refrain from taking any action with respect to their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. Stakeholders and potential investors of the Company should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD
NAM CHEONG LIMITED

Kong Wei Fung
Cheok Hui Yee
Company Secretaries

1 August 2023