



YONGNAM HOLDINGS LIMITED

(Co Reg No 199407612N)
(Judicial Managers Appointed)

NOVATION OF SUB-CONTRACT – CONTRACT N111

On 6 December 2019, Ssangyong Engineering & Construction Co Ltd., as main contractor (the “**Main Contractor**”) entered into a sub-contract (the “**Sub-Contract**”) with Yongnam Engineering & Construction (Private) Limited (Judicial Managers Appointed) (“**YNEC**”), as sub-contractor, pursuant to which YNEC agreed, *inter alia*, to supply, fabricate, install and remove of shoring system, ERSS and working/traffic decking works for Contract N111. YNEC is a wholly-owned subsidiary of Yongnam Holdings Limited (Judicial Managers Appointed) (the “**Company**”).

The judicial managers of the Company wish to announce that YNEC has entered into a novation agreement with Aztec Steel Pte. Ltd. (the “**Replacement Sub-Contractor**”) and the Main Contractor in respect of the Sub-Contract (“**Novation Agreement**”).

By entering into the Novation Agreement, the Replacement Sub-Contractor will perform and be bound by the terms and conditions of the Sub-Contract in every way as if the Replacement Sub-Contractor was named in the Sub-Contract as a party thereto from the outset in lieu of YNEC. The Replacement Sub-Contractor shall be responsible for all obligations and liabilities under the Sub-Contract (including all liabilities arising from any breach of the Sub-Contract and defaults attributable to YNEC) arising prior to, on or subsequent to 1 March 2024, being the effective date of the Novation Agreement (“**Effective Date**”). Save as otherwise provided in the Novation Agreement, the Main Contractor and YNEC will release and discharge each other from the performance of the other party’s obligations, duties and liabilities under the Sub-Contract, and from all liabilities, claims and demands whatsoever arising out of, or in respect of, the Sub-Contract whether arising prior to, on or subsequent to the Effective Date with effect from the date of the Novation Agreement.

Further announcements will be released as and when there are material developments which warrant disclosure, in compliance with the Company’s obligations under the listing manual of the Singapore Exchange Securities Trading Limited.

Shareholders, creditors and holders of existing debts and securities of the Company are advised to read this announcement and any further announcements by the Company carefully. In the event of any doubt, they should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

For and On Behalf of the Company

Toh Ai Ling
Joint and Several Judicial Manager
20 August 2024

Seow Soon Yong
Chief Executive Officer
20 August 2024