UPDATE ANNOUNCEMENT

COMPLETION OF SALE AND LEASE-BACK OF MALAYSIA PLANT IN NUSAJAYA, JOHOR

Further to the announcements made by Yongnam Holdings Limited ("Yongnam") on 7 October 2014 and 21 November 2014, the Board of Directors of Yongnam is pleased to update that the sale and lease-back of the land and building known as No.27, Jalan SiLC 1/5, Kawasan Perindustrian SiLC, 79200, Nusajaya, Johor, Malaysia by its wholly-owned subsidiary, Yongnam Engineering Sdn. Bhd., was completed today, 30 December 2014.

BY ORDER OF THE BOARD

SEOW SOON YONG
Chief Executive Officer
30 December 2014