



YONGNAM HOLDINGS LIMITED

(Company Registration No. 199407612N)
(Incorporated in the Republic of Singapore on 19 October 1994)

NEWS RELEASE

YONGNAM WINS CONTRACTS WORTH S\$49.5 MILLION IN SINGAPORE AND HONG KONG

- ***Structural Steelwork sub-contract for the proposed 19-storey mixed-use development which houses the future Outram Community Hospital situated along Jalan Bukit Merah and Kampung Bahru road***
- ***Specialist Civil Engineering sub-contract for MTR Shatin to Central Line Cross Harbour Tunnel in Hong Kong***

Singapore, March 21, 2016 – Yongnam Holdings Limited (“Yongnam” or the “Group”), a well-established structural steel contractor and specialist civil engineering solutions provider, announced today that it has secured two contracts worth a combined S\$49.5 million. The two projects include a structural steelwork sub-contract for the proposed 19-storey mixed-use development which houses the future Outram Community Hospital (“OCH”) in Singapore, and a Specialist Civil Engineering sub-contract for the Hong Kong MTR Shatin to Central Line Cross Harbour Tunnel.

This comes after Yongnam announced in February that the Group had secured four contracts worth a total of S\$69.8 million in Singapore and the Middle East. Together with the two latest contract wins, the Group has boosted its order book with S\$119.3 million worth of new projects this year to-date.

Commenting on the new contract wins, Mr. Seow Soon Yong, Chief Executive Officer of Yongnam, said, “We are excited to secure our participation in these two distinctive projects which demonstrate Yongnam’s continued competitiveness in the Singapore and Hong Kong markets. We are encouraged by the order momentum year to-date, with six contracts announced in quick succession. We are actively pursuing several infrastructural developments and commercial projects in Singapore and the region and look forward to garnering new opportunities in the year ahead.”

OCH is sited within Outram Medical Campus, along Bukit Merah and Kampung Bahru road. Yongnam’s scope of work involves the supply, fabrication and erection of structural steelwork for the hospital complex’s building structure, link bridges, roof crown structure, trellis supports, and other structural components. The sub-contract is awarded by the main contractor, Penta-Ocean Construction Co., Ltd (“Penta Ocean”).

The sub-contract in Hong Kong involves the provision of temporary shoring and working platform for the cut and cover portion of the MTR Shatin to Central Line Cross Harbour Tunnel. This sub-contract was awarded by a joint-venture between Penta-Ocean and China State Construction Engineering (Hong Kong) Ltd.

The two contracts are expected to have a positive impact on the Group’s financial performance for the year ending December 31, 2016.

About Yongnam Holdings Limited

With more than 40 years of experience in steel fabrication, Yongnam excels in adding value to steel construction. The Group's two production facilities in Singapore and Nusajaya, Johor, Malaysia have a total annual production capacity of 84,000 tons of steel fabrication.

The Group utilises the latest fabrication technologies and design innovation to offer solutions to its clients on a fast-track basis. Yongnam's modular strutting system continues to give the Group a strong competitive edge in meeting increasingly more stringent design and project requirements in infrastructure and construction projects. With a traceability procedure that meets the requirements of the Singapore Building and Construction Authority, its modular strutting system is the first to be certified by an independent auditor for reusability in earth retaining or stabilising structures.

Yongnam's technical and value engineering solutions for steel fabrication and erection have resulted in increased productivity, improved yield and lower costs. The Group's in-house pool of experienced and qualified engineers, detailers, technicians, welders, riggers and fitters are consistently adding value to clients' projects.

Yongnam is an ISO-9001:2008, ISO 14001:2004 and OHSAS 18001:2007 certified company, accredited fabricator of the highest S1 category from the Singapore Structural Steel Society and holds A1 Grades from the Singapore Building and Construction Authority for the categories of General Building and Civil Engineering. The Group's Quality Management System takes a planned approach towards continuous improvement of its products, processes and services. Yongnam has also achieved a bizSAFE Star Level award and BCA Green and Gracious Builder award.

Moving forward, Yongnam aims to be the partner of choice in providing solutions for the steel construction industry.

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