



## ***Ezion Holdings Limited***

Letter to Shareholders:

Warm greetings.

With your blessings and that of our other stakeholders that included the bondholders, banks and other creditors, we completed a difficult refinancing exercise in July 2018. We are most grateful to all of you for this.

The market conditions however have remained very challenging and the industry also appears to be saddled with systemic problems. Some of the shipyards, equipment suppliers and service providers which the Group is working with are similarly affected and their problems have also affected the deployment plans of the Group significantly. Moreover, we were not able to fully utilise the additional working capital lines extended to us by the banks due to the scale and complexity of the refinancing exercise. The exercise involved bilateral loans with various secured lenders, with each secured lender having its own set of requirements in terms of documentation and internal clearances to be obtained as many vessels in multiple jurisdictions involving various legal counsels were involved. This is coupled with the general caution of the secured lenders towards the industry. These combined, have severely affected the reactivation and deployment plans of the Group that has resulted in the reduction of revenue and increasing costs.

We have shared earlier in our announcements dated 4<sup>th</sup> February 2019 and 1<sup>st</sup> March 2019 that Ezion is in advanced discussions with a potential strategic investor. The potential strategic investor need also to agree terms with the secured lenders. We have received feedback that the discussions between the secured lenders and one particular investor group have been progressing well. However, no conclusive agreement has been reached to date. As the outcome of this discussion will have a very major impact on the Group, we have decided therefore to suspend the trading of the company's shares to avoid any irregular trading activities from price sensitive discussions that have started and are ongoing.

We will update you of subsequent developments. In the meantime, we humbly ask for your kind patience and that you also keep us in your prayers.

The peace and grace of God be with you all.

Dr Wang Kai Yuen  
**Chairman**

Mr Chew Thiam Keng  
**Chief Executive Officer**