



YONGNAM HOLDINGS LIMITED

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

PROFIT WARNING FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

The Board of Directors of Yongnam Holdings Limited (“Yongnam” or the “Company”) wishes to advise shareholders that the Company is expected to report a net loss for the three months ended 31 December 2016 (“4Q2016”) and full financial year ended 31 December 2016 (“FY2016”). The loss is mainly attributable to cost-overrun for the Senoko Food Hub project and provisions made in anticipation of lower negotiated awards in variation orders for certain projects.

Notwithstanding the loss in FY2016, the Company has a strong order book of \$302 million as at 30 September 2016, and is in active pursuit of \$1.5 billion worth of new infrastructure and commercial projects in Singapore, Hong Kong, Malaysia and the Middle East.

This profit guidance is based on a preliminary review of the unaudited consolidated management accounts of the Company for FY2016. Further details of the Company’s financial performance will be disclosed when the Company finalises and announces its FY2016 unaudited financial results on 28 February 2017.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company. When in doubt as to the action they should take, shareholders and potential investors should consult their stockbroker, bank manager, solicitor, accountant or other professional advisers.

BY ORDER OF THE BOARD

SEOW SOON YONG

Chief Executive Officer

21 February 2017