YONGNAM HOLDINGS LIMITED

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

RECEIPT OF SEALED WRIT DATED 8 DECEMBER 2023 AND STATEMENT OF CLAIM DATED 8 DECEMBER 2023 FROM LEE & TENGKU AZRINA IN RELATION TO JOHOR BAHRU COURT PROCEEDINGS, SUIT NUMBER: JA-22NCvC-162-12/2023

The judicial managers of Yongnam Holdings Limited (Judicial Managers Appointed) (the "**Company**") wish to update that Yongnam Engineering Sdn. Bhd. ("**YESB**"), a wholly-owned subsidiary of the Company, received a letter dated 13 December 2023 enclosing a sealed copy of a Writ of Summons dated 8 December 2023 (the "**Writ**") and a Statement of Claim dated 8 December 2023 ("**SOC**") filed by Pantech Gelvanising Sdn. Bhd. ("**Pantech**") in the Johor Bahru High Court (the "**Malaysian Court**"), Suit Number JA-22NCvC-162-12/2023 (the "**Suit**").

Entering an appearance

The Writ commands that YESB enter an appearance in the Suit within 14 days after the delivery of the Writ (excluding the day of delivery). The judicial managers wish to update that YESB has not entered an appearance within the stipulated timeframe, and in default of doing so, Pantech may proceed to seek judgment and execution in respect of the Suit.

Allegations in the SOC

The SOC states that Pantech and YESB agreed for Pantech to provide structural fabrication services to YESB at agreed rates and payment terms. The SOC alleges that Pantech provided its services to YESB, but YESB failed to pay the amount owed to Pantech, being RM1,690,188.20 ("**Outstanding Amount**"), within the stipulated time, despite several reminders and a notice of claim dated 18 April 2023.

By the SOC, Pantech is claiming the following:

(a) the total debt amounting to RM1,690,188.20;

(b) the interest on the sum of RM1,690,188.20 at the rate of 1.5% per month from 8 December 2023 to settlement of the Suit;

(c) costs; and

(d) any relief that the Malaysian Court deems fit.

The judicial managers of the Company will make further announcements on the SGXNET in the event there are any material developments which warrant disclosure, in compliance with obligations under the Listing Manual.

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
9 January 2024

Seow Soon Yong
Chief Executive Officer
9 January 2024