YONGNAM HOLDINGS LIMITED

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

RECEIPT OF JUDGMENT IN DEFAULT DATED 6 DECEMBER 2023 AND LETTER OF DEMAND DATED 5 JANUARY 2024 FROM RASVIN SODHI & CO IN RELATION TO JOHOR BAHRU COURT PROCEEDINGS, SUIT NUMBER: JA-A52NCVC-280-10/2023 – SECURE GUARDS SDN BHD

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 copy of the sealed judgment in default dated 6 December 2023 (the "**Default Judgment**") filed by Secure Guards Sdn Bhd ("**Secure Guards**") in the Sessions Court of Johor Bahru (the "**Malaysian Court**"), Suit Number: JA-A52NCVC-280-10/2023 (the "**Suit**") and a letter of demand ("**Letter**") dated 5 January 2024 in relation to an Outstanding Sum (as defined below) pursuant to the Default Judgment.

Default Judgment

Pursuant to the Default Judgment, the Malaysian Court has adjudged that the YESB, as defendant of the Suit, pay to Secure Guards:

(a) the sum owed amounting to RM188,432.49 (the "**Sum**");

(b) the interest on the Sum at the rate of 5% per annum from 6 December 2023 to the date of full settlement (the "**Interest**"); and

(c) costs of RM1,291.

Letter

The Letter claims that the Interest in paragraph (b) above amounts to RM800.11, as calculated from 6 December 2023 to the date of the Letter, 5 January 2024. As such, the outstanding sum owed by YESB to Secure Guards is RM190,523.60 ("**Outstanding Sum**").

The Letter states that unless the Outstanding Sum is settled and other terms of the Default Judgment are adhered to within five days of 5 January 2024, Secure Guards shall institute execution proceedings on the Default Judgment against YESB without further notice and/or reference to YESB. The judicial managers wish to update that YESB has not paid the Outstanding Sum as of the date of this announcement.

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
30 January 2024

Seow Soon Yong
Chief Executive Officer
30 January 2024