NAM CHEONG LIMITED
(Company Registration No. 25458)
(Incorporated in Bermuda)

APPLICATION FOR EXTENSION OF TIME IN RESPECT OF SUBMITTING THE RESUMPTION OF TRADING PROPOSAL

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1. INTRODUCTION

The Board of Directors ("**Board**") of Nam Cheong Limited ("**Company**") and its subsidiaries (together, the "**Group**") refer to:

(a) its announcement dated 16 July 2018 in relation to, amongst other things, the sanction of the schemes of arrangements (with modifications) proposed between Nam Cheong Dockyard Sdn Bhd ("**NCD**") and Nam Cheong International Ltd ("**NCI**") and their respective creditors ("**NCD Scheme**" and "**NCI Scheme**" respectively);

(b) its circular to Shareholders dated 27 July 2018 relating to, amongst other things, the issuance of the Term Loan Shares ("**Circular**");

(c) its announcement dated 3 August 2018 in relation to, amongst other things, the sanction of the scheme of arrangements (with modifications) proposed between the Company and its creditors ("**NCL Scheme**", collectively with the NCD Scheme and the NCI Scheme, the "**Schemes**");

(d) its announcement dated 28 September 2018 in relation to the implementation of the Schemes;

(e) its announcement dated 24 April 2020 informing, *inter alia*, that the Company is on the course of holding discussions with its principal lenders with a view to address significant debt maturities, which may include, inter alia, extension of the maturities and/or restructuring of existing loans (the "**Restructuring**");

(f) its announcement dated 28 April 2020 in relation to the voluntary suspension in the trading of the Company's securities;

(g) its announcement dated 1 October 2020 informing, inter alia, that the Corporate Debt Restructuring Committee of Malaysia ("**CDRC**") had accepted the application of NCD and its subsidiaries for CDRC's assistance to mediate a debt restructuring between NCD and its financial creditors;

(h) its announcement dated 25 May 2022 in relation to the update on the Restructuring; and

(i) its announcement dated 3 November 2022 in relation to the application for extension of time in respect of submitting the resumption of trading proposal ("**First Extension Application Announcement**").

Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings as ascribed to them in the aforementioned announcements.

2. SECOND APPLICATION FOR EXTENSION OF TIME IN RESPECT OF SUBMITTING THE RESUMPTION OF TRADING PROPOSAL

The Board wishes to inform shareholders that further to the First Extension Application Announcement, the Company has, on 31 March 2023, applied to the Singapore Exchange Trading Limited ("**SGX-ST**") for a further extension of time for the Company to submit its Resumption Proposal by 30 April 2023 (the "**Second Extension Application**").

The Second Extension Application is necessary as:

(i) The Company and two of its subsidiaries, Nam Cheong Dockyard Sdn Bhd and Nam Cheong International Ltd have been in discussions and negotiations with nine (9) financial institutional creditors (the "**Participating Lenders**") to enter into the debt restructuring master agreement ("**DRMA**") in respect of the Restructuring.

(ii) As at the date of this announcement, the majority of the Participating Lenders representing approximately 81% of the value of debt restructured under the DRMA have provided written confirmation that, in principle, they do not have further comments on the draft DRMA in its current form. These Participating Lenders have also confirmed the availability of their respective authorised attorneys to execute the DRMA by 13 April 2023, thus it can be reasonably expected that the DRMA will be executed within two (2) weeks from 31 March 2023. Accordingly, the Company expects the execution of the DRMA to take place by the middle of April 2023.

(iii) The remaining outstanding issues that are currently being discussed and negotiated is not expected to materially impact the terms of the DRMA in its current form or materially impact the Resumption Proposal of the Company.

For the above reasons, the Company has sought an extension of time of one (1) month from 31 March 2023 to 30 April 2023 to submit the Resumption Proposal.

Any further material developments relating to the Restructuring will be disseminated at the appropriate juncture. There is no assurance or reasonable certainty that any Restructuring options will be successfully concluded, although we are hopeful that the Group can achieve a viable solution going forward. In the event the Restructuring is not concluded within a timely manner, the Company / Group will continue to be faced with a going concern issue.

Further announcements will be made by the Company and the Board via SGXNET as and when there are material developments, in compliance with the listing rules of the Singapore Exchange Securities Trading Limited.

Given the above matters and pending the completion of the Restructuring, stakeholders and potential investors should exercise caution when trading in the Company's securities. When in doubt as to the action they should take, stakeholders and potential investors should consult their financial, tax or other advisers.

BY ORDER OF THE BOARD
NAM CHEONG LIMITED

Kong Wei Fung
Cheok Hui Yee
Company Secretaries

31 March 2023