

SEN YUE HOLDINGS LIMITED
Registration Number 200105909M
(Incorporated in the Republic of Singapore)

**RECEIPT OF LETTER OF DEMAND FROM SEMBCORP MARINE INTEGRATED YARD PTE LTD
("SMIY") BY THE COMPANY'S SUBSIDIARY SMC INDUSTRIAL PTE LTD ("SMCI")**

Capitalised terms not defined herein shall have the meanings ascribed to them in the Company's half year results ended 31 March 2020 released on 15 July 2020 and the Company's announcements dated 14 September 2020, 16 September 2020, 1 October 2020, 6 October 2020, 3 November 2020, 11 November 2020, 25 November 2020 and 29 December 2020.

The Board of Directors (the "**Board**") of Sen Yue Holdings Limited (the "**Company**") and together with its subsidiaries (the "**Group**") wishes to update Shareholders that SMCI has on 13 January 2021 received a letter of demand dated 12 January 2021 issued by SMIY. The salient points of the letter are set out below for Shareholders' information:

- (a) SMCI owes SMIY the sum of S\$186,176.85 for offcut electrical copper cables and scrap electrical copper provided by SMIY to SMCI under a service agreement between SMIY and SMCI dated 30 January 2019;
- (b) The aforesaid amount is due to be paid with immediate effect to SMIY and SMIY has demanded for payment to be made within seven days from the date of the letter, failing which SMIY may take such further steps as deemed necessary to enforce its rights, including but not limited to the commencement of legal proceedings.

The Group is currently in discussions with SMIY on suitable repayment proposals and the Company will update Shareholders as and when further material developments occur.

Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders are advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, Shareholders should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

BY ORDER OF THE BOARD

NEO GIM KIONG
Executive Director and CEO
14 January 2021

*This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**Exchange**") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.*

The contact person for the Sponsor is Ms. Gillian Goh, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, sponsorship@ppcf.com.sg.