NEWS RELEASE

MEGACHEM LIMITED SECURES FIRST SUSTAINABILITY-LINKED FINANCING OF US$10 MILLION FROM UOB

Singapore, 11 October 2022 – Megachem Limited ("Megachem"), a global one-stop specialty chemical solutions provider, is pleased to announce its first sustainability-linked financing from United Overseas Bank ("UOB").

Under the terms of the sustainability-linked financing, UOB will offer Megachem a trade financing facility of US$10 million, against pre-determined sustainability performance targets, pegged to ratings by international sustainability rating agency, EcoVadis.

Mr Sidney Chew, Managing Director of Megachem, said: "This sustainability-linked financing from UOB is a key step in our sustainability journey and a clear demonstration of our commitment to be a responsible member of the community, together with our customers, suppliers, as well as our other stakeholders. We would like to also share our appreciation for UOB as our banking partner and we look forward to work together again in the future to deliver on our shared sustainability goals."

Mr Leong Yung Chee, Head of Group Corporate Banking, UOB, said: "Policymakers, consumers and regulators are employing increasingly stringent sustainability standards across all major industries, including chemicals. Megachem's first sustainability-linked facility has demonstrated their commitment to a greener future. To partner them on their sustainability journey, we are structuring this facility using a clear and transparent framework for tracking performance against pre-determined ESG markers. This greatly simplifies the process of accessing sustainable financing for global clients like Megachem."

About Megachem Limited

Established in 1988, Megachem is a one-stop specialty chemical solutions provider. We provide integrated value-added services including distribution and contract manufacturing of specialty chemicals to meet our customers' requirements.

The Group distributes its products globally through its extensive distribution network in Singapore, Malaysia, Indonesia, Thailand, the Philippines, Vietnam, Myanmar, China, India, Middle East, Australia and the United Kingdom.

Megachem distributes over 1,000 different types and grades of specialty chemicals, with a wide range of applications to an established and diversified base of more than 2,000 industrial customers, comprising mostly well-known multinational companies. The Group serves a wide spectrum of industries including water treatment, metal finishing, construction, oil and gas, food, beverage, flavours, fragrance, pharmaceuticals, polymers, coatings, electronics, rubber and plastics.

To enhance the Group's competitive edge and complement its strength in distribution, Megachem provides integrated services such as the contract manufacturing of specialty chemicals and other ancillary services for its customers.

For more information, please visit www.megachem.com.sg.

This press release has been reviewed by the Company's Sponsor, SAC Capital Private Limited (the "Sponsor").

This press release 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 press release, including the correctness of any of the statements or opinions made or reports contained in this press release.

The contact person for the Sponsor is Mr Bernard Lim (Tel: (65) 6232 3210) at 1 Robinson Road, #21-00, AIA Tower, Singapore 048542.

ISSUED ON BEHALF OF	:	Megachem Limited
BY	:	Citigate Dewe Rogerson Singapore Pte Ltd
		158 Cecil Street
		#05-01
		Singapore 069545
CONTACT	:	Ms Dolores Phua / Mr Dimas Ardhanto
		at telephone
DURING OFFICE HOURS	:	6534-5122
EMAIL	:	Megachem@citigatedewerogerson.com