

MENCAST HOLDINGS LTD.

(Incorporated in the Republic of Singapore)
(Company registration no.: 200802235C)

SETTLEMENT AGREEMENT WITH (1) S&W ENGINEERING PTE LTD AND (2) WONG CHUNG KANG

Reference is made to the announcements by the Board of Directors ("**Board**") of Mencast Holdings Limited ("**Company**" and, together with its subsidiaries the "**Group**") on 21 June 2016, and 28 July 2017 (collectively, the "**Prior Announcements**") in relation to the suit in the High Court of the Republic of Singapore between the Company and (1) S&W Engineering Pte Ltd ("**S&W**") and (2) Wong Chung Kang ("**WCK**") (collectively, the "**Parties**").

The Company wishes to announce that it has entered into a settlement agreement (the "**Settlement Agreement**") dated 17 December 2019 with (1) S&W and (2) WCK in relation to:

- a) a Sale and Purchase Agreement dated 4 February 2014, as amended by a Supplemental Sale and Purchase Agreement dated 8 July 2014, (collectively, the "**S&P Agreement**") between the Company, S&W, and WCK; and
- b) the legal proceedings in HC/S 684/2017 (consolidated with HC/S 586/2016) (the "**Consolidated Suit**"), which related to the S&P Agreement.

Signed originals of the Settlement Agreement were exchanged by the Parties on 9 January 2020, and the Settlement Agreement was agreed to be effective from 17 December 2019.

Pursuant to the Settlement Agreement, all disputes, issues, claims, and demands in, arising from, or having any connection with the S&P Agreement and the Consolidated Suit have been resolved amicably on a confidential basis, without any admission of liability.

The Settlement Agreement is not expected to have any material impact on the Group's earnings per share or net tangible asset per share for the current financial year ending 31 December 2019.

BY ORDER OF THE BOARD

SIM SOON NGEE GLENN DLE
Executive Chairman & Chief Executive Officer
13 January 2020

About Mencast

Mencast Holdings Ltd. and its subsidiaries ("Mencast" or the "Group") is a regional maintenance, repair and overhaul ("MRO") solutions provider for the global Offshore, Oil & Gas and Marine sectors. Headquartered in Singapore, our Group was successfully listed in June 2008 as the first sponsor-approved listing on Singapore's SGX Catalist and later became the first such company to transfer to the SGX Mainboard.

For more information on Mencast, visit <http://www.mencast.com.sg>

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