

**METAL COMPONENT ENGINEERING LIMITED**  
(Incorporated in the Republic of Singapore)  
(Company Registration No.: 198804700N)

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**PROPOSED SALE OF MCE INDUSTRIES (SHANGHAI) CO., LTD  
– COMPLETION**

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**1. INTRODUCTION**

- 1.1 The board of directors (“**Board**”) of Metal Component Engineering Limited (the “**Company**”) refers to the following announcements of the Company:
- (a) dated 29 January 2020, in relation to the signing of a conditional sale and purchase agreement in respect of the proposed sale of 100% equity interest in 美特尔金属工业（上海）有限公司 (MCE Industries (Shanghai) Co., Ltd) (“**MCE Industries**”) held by the Company to Hong Sheng Holding (Singapore) Pte. Ltd (the “**Buyer**”) (“**Proposed Sale**”);
  - (b) dated 10 March 2020, in relation to the updates on payment of consideration for the Proposed Sale (the “**Deferred Payment Arrangement**”);
  - (c) dated 13 March 2020, in relation to the receipt of first tranche payment under the Deferred Payment Arrangement;
  - (d) dated 22 January 2021 (“**January 2021 Announcement**”), in respect of further updates on the Deferred Payment Arrangement;
  - (e) dated 1 February 2021, in relation to the receipt of deposit payment for second tranche payment under the Deferred Payment Arrangement; and
  - (f) dated 15 April 2021, in relation to the receipt of deposit payment for third tranche payment under the Deferred Payment Arrangement.
- 1.2 Unless otherwise defined, all capitalised terms used herein shall have the same meaning as ascribed to them in the January 2021 Announcement.

**2. UPDATE ON STATUS OF PAYMENT BY THE BUYER**

- 2.1 The Board wishes to announce that due to the on-going COVID-19 situation in China and Hong Kong that restricted the ease of travel of Chinese nationals/residents entering Hong Kong and/or Singapore, the Buyer was unable to make payment to the Company of the entire sum of the Second Tranche and Third Tranche by 30 September 2021.
- 2.2 As stipulated in the terms of the Deferred Payment Arrangement, the Company and the Buyer had agreed that the Buyer shall pay the Company the entire sum of the Second Tranche and Third Tranche no later than 30 September 2021. Upon the failure to do so by the Buyer, the Company shall have the right to choose whether to directly offset the outstanding Consideration with the Deposits.
- 2.3 On 19 October 2021, the Company had notified the Buyer of its decision to directly offset the outstanding Consideration with the Deposits, in accordance with the terms of the Deferred Payment Arrangement. Further, along with the completion of the equity transfer change registration and closing with the Buyer in April 2021, the Board is pleased to announce that the Group’s sale of MCE Industries has been completed on 19 October 2021 and MCE Industries ceased to be a subsidiary of the Company on the same date.

**BY ORDER OF THE BOARD**

Lee Wei Hsiung  
Company Secretary  
19 October 2021

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*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. ("**Sponsor**"), in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalyst.*

*This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.*

*The contact person for the Sponsor is Ms Alice Ng, Director of Continuing Sponsorship, ZICO Capital Pte. Ltd. at 8 Robinson Road #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201.*