

MENCAST HOLDINGS LTD.

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

ANNOUNCEMENT OF LITIGATION

The Board of Directors ("**Board**") of Mencast Holdings Limited ("**Company**") wishes to announce that on 3 June 2016, the Company was served a Writ of Summons and a Statement of Claim in relation to Suit No. HC/S 586/2016 ("**Suit**"). The Suit was commenced in the High Court of the Republic of Singapore by S & W Engineering Pte. Ltd. and Mr Wong Chung Kang (the "**Plaintiffs**") against the Company.

The Plaintiffs are seeking, amongst others, a declaration that a profit warranty undertaken by the Plaintiffs in a Sale and Purchase Agreement entered into with the Company ("**SPA**") be declared void and unenforceable, the sum of S\$2.35 million allegedly due from the Company under the SPA, damages from the Company in relation to Mr Wong Chung Kang's employment with the Company's subsidiary, S & W Pte. Ltd., and interest and costs of the Suit.

The Company is seeking legal advice and will take all necessary measures to resist and refute the Plaintiffs' claims in the Suit. The Board will make the necessary announcements to update the Company's shareholders and investors of any material developments in connection with the said matter.

BY ORDER OF THE BOARD

SIM SOON NGEE GLENN DLE
Executive Chairman & Chief Executive Officer
21 June 2016

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.

Led by a dedicated and experienced management team, and operating from our waterfront facilities and logistics seaborne hub on 52,120 square meters of land area, Mencast is well on track to achieve its goal of becoming a leader in the Oil & Gas MRO industry. **For more information on Mencast, visit <http://www.mencast.com.sg>**

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