

MENCAST HOLDINGS LTD.

(Incorporated in the Republic of Singapore)
(Company Registration No. 200802235C)

LEASE OF LAND AT TANJONG PENJURU ROAD

The board of directors of the Mencast Holdings Ltd. (the “**Company**”) is pleased to announce that its wholly-owned subsidiary, Mencast Investment Pte. Ltd. (“**Mencast Investment**”), had on 30 September 2009, accepted the letters of offer dated 18 September 2009 from JTC Corporation (“**Letters of Offer**”) in relation to the lease of the following plots of land located at Tanjong Penjuru Road:

- (i) Pte Lot A2722100, with an estimated area of 7,483.3 square metres and a waterfront boundary length of approximately 53.6 metres;
- (ii) Pte Lot A2722101, with an estimated area of 3,617.5 square metres and a waterfront boundary length of approximately 103.6 metres; and
- (iii) Pte Lot A2722102, with an estimated area of 8,165.3 square metres,

(collectively, the “**Land**”).

The lease for the Land is for a period of 30 years commencing from 9 December 2009.

Mencast Investment intends to establish a manufacturing plant on the Land to manufacture heavy rudder assemblies and high-end sterngear equipment for the marine and offshore industries in the Asia Pacific region.

The lease of the Land is not expected to have a material impact on the earnings per share and the net tangible assets per share of the Company for the current financial year ending 31 December 2009.

BY ORDER OF THE BOARD

SIM SOON NGEE GLENDLE
Chief Executive Officer
1 October 2009

*This announcement and its contents have been reviewed by the Company’s sponsor, CIMB Bank Berhad, Singapore Branch (“**Sponsor**”), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”). The Sponsor has not independently verified the contents of this announcement. 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.*

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