

UNAUDITED FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 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**"), this being the SGX-ST Listing Manual Section B: Rules of Catalist. 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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PART I - INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

- 1(a)(i) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

Background

Mencast Holdings Ltd. (the "**Company**") was incorporated in the Republic of Singapore on 30 January 2008 under the Companies Act (Chapter 50) of Singapore as a private limited company. The group, comprising the Company and its subsidiaries (the "**Group**"), was formed pursuant to a restructuring exercise (the "**Restructuring Exercise**") undertaken to streamline and rationalise the corporate structure and shareholding structure of the Group prior to the Company's listing on SGX Catalist. Please refer to the Company's offer document dated 17 June 2008 for further details on the Restructuring Exercise.

The Company was admitted to the SGX Catalist on 25 June 2008. For the purpose of this announcement, the results of the Group for the financial year ended 31 December ("**FY**") 2008 has been prepared on the assumption that the Group structure following the completion of the Restructuring Exercise has been in place since 1 January 2005.

MENCAST HOLDINGS LTD.
(Incorporated in the Republic of Singapore on 30 January 2008)
(Company Registration Number: 200802235C)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Group		Increase / (Decrease) (%)
	Financial year ended 31 December 2009 (S\$'000)	2008 (S\$'000)	
Revenue	26,274	25,063	4.8
Cost of sales	(13,835)	(13,778)	0.4
Gross profit	12,439	11,285	10.2
Other gains	1,286	137	NM ⁽¹⁾
Expenses			
- Administrative	(4,663)	(3,759)	24.1
- Finance	(330)	(119)	177.3
- IPO expenses	-	(303)	NM ⁽¹⁾
Profit before income tax	8,732	7,241	20.6
Income tax expenses	(1,699)	(1,438)	18.2
Net profit attributable to equity holders of the Company	7,033	5,803	21.2
 Comprehensive income			
Net profit	7,033	5,803	21.2
Fair value adjustments – financial assets available-for-sale	47	-	NM ⁽¹⁾
Comprehensive income attributable to equity holders of the Company	7,080	5,803	22.0

Note:

(1) "NM" denotes not meaningful

1(a)(ii) Notes to statement of comprehensive income

The Group's profit before income tax is arrived at after charging / (crediting):

	Group		Increase / (Decrease) (%)
	Financial year ended 31 December 2009 (S\$'000)	2008 (S\$'000)	
Included in other gains are: -			
Excess of fair value over purchase consideration ⁽¹⁾	(766)	-	NM ⁽⁹⁾
Write back of allowance for doubtful debt ⁽²⁾	(225)	-	NM ⁽⁹⁾
Other income ⁽³⁾	(332)	(89)	NM ⁽⁹⁾
Interest income ⁽⁴⁾	(7)	(14)	(50.0)
Loss/(Gain) on sale of property, plant and equipment ⁽⁵⁾	94	(34)	NM ⁽⁹⁾
Interest expenses ⁽⁶⁾	330	119	177.3
Foreign exchange (gains)/losses ⁽⁷⁾	(50)	72	169.4
Depreciation of property, plant and equipment ⁽⁸⁾	1,607	982	63.6

Notes:

- (1) The excess of the fair value of net identifiable assets over the purchase consideration paid pertains to the acquisition of the business of Denfon Engineering, including its assets and liabilities.
- (2) Write back of allowance for doubtful debt relates to the full payment received from a trade debtor balance provided in FY2007.
- (3) Other income mainly relates to amounts received from the Singapore government Job Credit Scheme and sales of scrap metals.
- (4) Decrease in interest income from fixed deposits was due to the lower interest rate during FY2009 as compared to FY2008.
- (5) The loss was due mainly to the sale of plant and machinery.
- (6) Increase in interest expenses were due mainly to the bank loans drawn down for the purchase of factory building, the S\$5 million bridging loan drawn down from SPRING Singapore and an increase in hire purchase liabilities.
- (7) Foreign exchange gains were due to the appreciation of the S\$ against the US\$ in relation to US\$ payments made to overseas suppliers for purchase of raw materials.
- (8) Increase in depreciation of property, plant and equipment were due to the additions of plant and machinery during FY2009.
- (9) "NM" denotes not meaningful

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1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

CONSOLIDATED BALANCE SHEET

	Group		Company	
	As at 31 December 2009 (S\$'000)	As at 31 December 2008 (S\$'000)	As at 31 December 2009 (S\$'000)	As at 31 December 2008 (S\$'000)
ASSETS				
Current assets				
Cash and cash equivalents	12,706	8,107	4,101	4,369
Trade and other receivables	6,460	4,868	2,348	1,298
Inventories	1,999	2,818	-	-
Other current assets	219	324	-	-
	<u>21,384</u>	<u>16,117</u>	<u>6,449</u>	<u>5,667</u>
Non-current assets				
Property, plant and equipment	22,145	17,050	-	-
Deposits for purchase of property, plant and equipment	83	657	-	-
Financial assets, available-for-sale	127	-	-	-
Intangible assets	4,781	-	-	-
Club memberships	28	-	-	-
Investment in subsidiaries	-	-	20,900	12,500
	<u>27,164</u>	<u>17,707</u>	<u>20,900</u>	<u>12,500</u>
Total Assets	<u>48,548</u>	<u>33,824</u>	<u>27,349</u>	<u>18,167</u>
LIABILITIES				
Current liabilities				
Trade and other payables	5,256	6,402	8,344	886
Borrowings	2,408	1,854	-	-
Current income tax liabilities	1,370	1,342	-	-
	<u>9,034</u>	<u>9,598</u>	<u>8,344</u>	<u>886</u>
Non-current liabilities				
Other payable	1,800	-	-	-
Borrowings	8,345	2,937	-	-
Deferred income tax liabilities	1,233	558	-	-
	<u>11,378</u>	<u>3,495</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>20,412</u>	<u>13,093</u>	<u>8,344</u>	<u>886</u>
NET ASSETS	<u>28,136</u>	<u>20,731</u>	<u>19,005</u>	<u>17,281</u>
Equity				
Share capital	19,699	17,899	19,699	17,899
Fair value reserve	47	-	-	-
Retained earnings	8,390	2,832	(694)	(618)
	<u>28,136</u>	<u>20,731</u>	<u>19,005</u>	<u>17,281</u>

1 (b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 31 December 2009		As at 31 December 2008	
Secured (S\$'000)	Unsecured (S\$'000)	Secured (S\$'000)	Unsecured (S\$'000)
2,408	-	1,854	-

Amount repayable after one year

As at 31 December 2009		As at 31 December 2008	
Secured (S\$'000)	Unsecured (S\$'000)	Secured (S\$'000)	Unsecured (S\$'000)
8,345	-	2,937	-

Details of any collaterals

The bank loans of the Group are secured by the Group's properties located at No. 7 Tuas View Circuit and No. 12 Kwong Min Road. The finance lease liabilities of the Group are secured by certain equipment of the Company's subsidiaries. The bank loans and finance lease liabilities of the Group are also secured by corporate guarantees provided by the Company.

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED CASH FLOW STATEMENT

	Group	
	Financial year ended 31 December 2009 (S\$'000)	2008 (S\$'000)
Cash flows from operating activities		
Net profit	7,033	5,803
Adjustments for:-		
Income tax	1,699	1,438
Depreciation on property, plant and equipment	1,607	983
Excess of fair value of business acquired over purchase consideration	(766)	-
Loss/(Gain) on disposal of property, plant and equipment	94	(33)
Impairment of financial assets, available-for-sale	24	-
Interest expense	330	119
	10,021	8,310
Changes in working capital, net of effects from acquisitions of subsidiary and business: -		
Trade and other receivables	93	1,225
Inventories	819	(334)
Other current assets	120	(221)
Trade and other payables	(3,421)	(1,057)
Cash generated from operations	7,632	7,923
Income tax paid	(1,472)	(1,574)
Net cash provided by operating activities	6,160	6,349
Cash flows from investing activities		
Acquisition of subsidiary and business, net of cash acquired	(1,523)	-
Acquisition of financial assets, available-for-sale	(45)	-
Purchase of property, plant and equipment	(1,732)	(6,223)
Proceeds from disposal of property, plant and equipment	289	43
Net cash used in investing activities	(3,011)	(6,180)
Cash flows from financing activities		
Dividend paid	(1,475)	(1,500)
Repayment of borrowings	(126)	(70)
Repayment of finance lease liabilities	(1,619)	(515)
Interest paid	(330)	(119)
Proceeds from borrowings	5,000	2,500
Proceeds from issuance of shares	-	5,399
Net cash provided by financing activities	1,450	5,695
Net increase in cash and cash equivalents	4,599	5,864
Cash and cash equivalents at beginning of year	8,107	2,243
Cash and cash equivalents at end of year	12,706	8,107

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1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

STATEMENT OF CHANGES IN EQUITY

	Share capital (S\$'000)	Retained earnings (S\$'000)	Fair value reserves (S\$'000)	Total (S\$'000)
Group				
Balance as at 1 January 2009	17,899	2,832	-	20,731
Shares issued on acquisition of Recon Propeller & Engineering Pte Ltd ("Recon")	1,800	-	-	1,800
Dividend	-	(1,475)	-	(1,475)
Comprehensive income for the financial year	-	7,033	-	7,033
Revaluation gains on property, plant and equipment	-	-	47	47
Balance as at 31 December 2009	<u>19,699</u>	<u>8,390</u>	<u>47</u>	<u>28,136</u>
Balance as at 1 January 2008	2,000	10,529	-	12,529
Share swap pursuant to restructuring exercise	(2,000)	(10,500)	-	(12,500)
Shares issued for acquisition of subsidiaries	12,500	-	-	12,500
Shares pursuant to the IPO	6,300	-	-	6,300
Share issue expenses	(901)	-	-	(901)
Dividend declared ⁽¹⁾	-	(3,000)	-	(3,000)
Comprehensive income for the financial year	-	5,803	-	5,803
Balance as at 31 December 2008	<u>17,899</u>	<u>2,832</u>	<u>-</u>	<u>20,731</u>
Company				
Balance as at 1 January 2009	17,899	(618)	-	17,281
Shares issued on acquisition of Recon	1,800	-	-	1,800
Dividend	-	(1,475)	-	(1,475)
Comprehensive income for the financial year	-	1,399	-	1,399
Balance as at 31 December 2009	<u>19,699</u>	<u>(694)</u>	<u>-</u>	<u>19,005</u>
Balance as at 30 January 2008 being the date of incorporation ⁽²⁾	-	-	-	-
Shares issued for acquisition of subsidiaries	12,500	-	-	12,500
Share issued pursuant to the IPO	6,300	-	-	6,300
Share issue expenses	(901)	-	-	(901)
Comprehensive loss for the financial year	-	(618)	-	(618)
Balance as at 31 December 2008	<u>17,899</u>	<u>(618)</u>	<u>-</u>	<u>17,281</u>

Notes:

- (1) The dividend declared of S\$3,000,000 relates to the special final dividend ("Final Dividend") declared by the Company's subsidiary, Mencast Marine Pte Ltd, in respect of FY2007, which will be paid to the then shareholders of Mencast Marine Pte Ltd. The amount had been fully paid during FY2009.
- (2) The Company was incorporated on 30 January 2008 with a paid up capital of S\$2.00.

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- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

Details of the changes in issued and paid-up capital of the Company from 30 January 2008, being the date of incorporation of the Company, to 31 December 2008 and FY2009 are as follows:-

CHANGES IN ISSUED AND PAID UP CAPITAL

	Number of shares	Paid-up capital (\$)
Issued and paid-up share capital as at 1 January 2009	147,500,000	17,898,567
Issue of shares on acquisition of Recon	7,566,000	1,800,002
Issued and paid-up share capital as at 31 December 2009	<u>155,066,000</u>	<u>19,698,569</u>
Shares at incorporation	2	2
Issue of shares pursuant to the Restructuring Exercise	12,499,998	12,499,998
	<u>12,500,000</u>	<u>12,500,000</u>
Share split of 1 share into 10 shares	125,000,000	12,500,000
Issue of shares pursuant to the invitation	22,500,000	5,398,567
Issued and paid-up share capital as at 31 December 2008	<u>147,500,000</u>	<u>17,898,567</u>

- 1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

	As at 31 December 2009	As at 31 December 2008
Total number of issued shares	155,066,000	147,500,000

The Company has no treasury shares or share options outstanding as at 31 December 2009 and 31 December 2008.

- 1(d)(iv) A statement showing all sales, transfers, disposals, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable.

- 2 Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The figures have not been audited or reviewed by the auditors.

- 3 Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group and the Company have adopted the same accounting policies and methods of computation in the financial statements for the current reporting year as those in the previous financial year ended 31 December 2008, except for the new and revised Financial Reporting Statements ("FRS") relevant to its operations which took effect from the current financial year as disclosed in paragraph 5 below.

5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group adopted the following new and revised FRS relevant to its operations which took effect from the financial year beginning on or after 1 January 2009:

FRS 1 (revised 2008)	Presentation of Financial Statements
FRS 23	Borrowing Costs
FRS 108	Operating Segments

The adoption of the above new and revised FRS did not result in any significant impact on the financial statements.

6 Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

EARNINGS PER SHARE ("EPS")

	Group	
	Financial year ended	
	31 December 2009	31 December 2008
Earnings attributable to equity holders of the Company (S\$'000)	7,033	5,803
Weighted average number of shares used in computation of basic EPS	149,401,836	136,680,328
Basic EPS attributable to equity holders of the Company (SGD cents)	4.71	4.25
Diluted EPS attributable to equity holders of the Company (SGD cents)	4.71	4.25

Basic EPS is computed by dividing the earnings attributable to the equity holders of the Company in each financial year by the weighted average number of ordinary shares outstanding at the end of the respective financial year.

Diluted EPS for FY2009 and FY2008 were the same as basic EPS because there were no potential dilutive ordinary shares existing during the respective financial year.

The change in the weighted average number of shares used to compute the EPS for FY2009 was due to the new ordinary shares issued pursuant to the acquisition of Recon.

7 Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-

- (a) current financial period reported on; and**
(b) immediately preceding financial year.

NET ASSET VALUE
("NAV")

	Group		Company	
	As at		As at	
	31 December 2009	31 December 2008	31 December 2009	31 December 2008
NAV per ordinary share (SGD cents)	18.1	14.1	12.3	11.7
Number of shares used in computation of NAV per share	155,066,000	147,500,000	155,066,000	147,500,000

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

REVIEW OF INCOME STATEMENT OF THE GROUP

FY2009 vs FY2008

Revenue

	FY2009		FY2008		Increase/ (decrease)
	(\$'000)	%	(\$'000)	%	
Sterngear Manufacturing	14,281	54.4	14,731	58.8	(3.1)
Sterngear Services	11,993	45.6	10,332	41.2	16.1
Total	26,274	100.0	25,063	100.0	4.8

The Group's revenue increased by approximately S\$1.2 million or 4.8% from S\$25.1 million in FY2008 to S\$26.3 million in FY2009.

Revenue from the sterngear manufacturing business division decreased by approximately S\$0.4 million or 3.1% from S\$14.7 million in FY2008 to S\$14.3 million in FY2009 due to the slow down in activities in the ship building industry.

Revenue from the sterngear services business division increased by approximately S\$1.7 million or 16.1% from S\$10.3 million in FY2008 to S\$12.0 million in FY2009. The increase was mainly due to the contribution from Recon and the business of Denfon Engineering, following the completion of the acquisition of Recon and the business of Denfon

Engineering in July 2009 and October 2009 respectively, as the focus of these entities are on the provision of sterngear services.

Gross profit

The Group's gross profit increased by approximately S\$1.2 million or 10.2% from S\$11.3 million in FY2008 to S\$12.4 million in FY2009. Overall gross profit margin increased from approximately 45.0% in FY2008 to 47.3% in FY2009. The increase was mainly due to the lower of cost of materials like copper alloy and steel in FY2009 as compared to the significantly higher prices of the same materials in FY2008.

Other gains

The Group's other gains increased from approximately S\$0.1 million in FY2008 to approximately S\$1.3 million in FY2009. The increase was mainly due to recognition of the excess of the fair value of net identifiable assets over the purchase consideration paid in respect of the acquisition of the business of Denfon Engineering amounting to approximately S\$0.7 million, write back of allowance of doubtful debt of approximately S\$0.2 million, amounts received from the Singapore government Job Credit Scheme of approximately S\$0.2 million and sales of scrap metals of approximately S\$0.1 million.

Administrative expenses

The Group's administrative expenses increased by approximately S\$0.9 million or 24.0% from S\$3.8 million in FY2008 to S\$4.7 million in FY2009. The increase in administrative expenses were mainly due to (i) increased manpower costs as staff were hired for the Group's operations and technical departments, (ii) increase in directors' remuneration in accordance with the service agreements dated 30 May 2008 and recurring professional fees following the Company's listing on the SGX Catalist in June 2008, as these expenses had a full year impact in FY2009 as compared to only a six-month impact in FY2008.

Finance expenses

The Group's finance expenses increased by approximately S\$0.2 million or 177.3% from S\$0.1 million in FY2008 to S\$0.3 million in FY2009. The increase was due mainly to the bank loans drawn down to finance the purchase of the new plant located at No. 12 Kwong Min Road in July 2008, the S\$5 million bridging loan from SPRING Singapore drawn down in September 2009 partially to finance the acquisition of Recon and business of Denfon Engineering and increase in finance lease liabilities for the purchase of machinery and equipment.

Income tax expenses

The Group's income tax expenses increased by approximately S\$0.3 million or 18.2% from S\$1.4 million in FY2008 to S\$1.7 million in FY2009. The increase in tax expenses was principally due to the non-deductible depreciation arising from the revaluation of assets of Denfon Engineering .

Net profit

The Group's net profit attributable to equity holders of the Company increased by approximately S\$1.2 million or 21.2% from S\$5.8 million in FY2008 to S\$7.0 million in FY2009 as a result of the above.

REVIEW OF FINANCIAL POSITION

Intangible assets of approximately S\$4.8 million as at 31 December 2009 relates to goodwill arising from the acquisition of Recon, which was completed in July 2009.

Trade and other receivables increased by approximately S\$1.6 million due mainly to slower collection of trade receivables during the year.

Inventories decreased by approximately S\$0.8 million due mainly to the reduction in work-in-progress.

Property, plant and equipment increased by approximately S\$5.1 million due mainly to the property, plant and equipment acquired in connection with the acquisitions of Recon and the business of Denfon Engineering, and purchases of new machinery and equipment.

Trade and other payables decreased by approximately S\$1.1 million due mainly to the decrease in advances from customers of S\$0.7 million, decrease in trade payables of S\$0.7 million and decrease in amount owing to the then shareholders of Mencast Marine Pte Ltd (“**MMPL**”) of S\$1.5 million, being the balance of special final dividend declared by MMPL in FY2007, and offset by an amount of S\$1.8 million owing to the previous shareholders of Recon, being the 2nd tranche payment of the consideration for the acquisition of Recon, which is payable after 12 months from the completion date of the said acquisition. The final tranche payment of the consideration for the acquisition of Recon of S\$1.8 million, which is payable after 24 months from the completion date of the said acquisition, is classified as “other payable” under non-current liabilities.

Bank loans and finance lease liabilities increased in aggregate by approximately S\$6.0 million due to the drawdown of the bridging loan and machinery and equipment acquired under hire purchase agreements.

REVIEW OF CASHFLOW STATEMENT

Cash and cash equivalents increased from approximately S\$8.1 million as at 31 December 2008 to approximately S\$12.7 million as at 31 December 2009. The Group recorded cash inflows from both operating and financing activities in FY2009.

Net cash from operating activities in FY2009 was approximately S\$6.2 million as compared to approximately S\$6.3 million in FY2008. This slight decrease in net cash from operating activities in FY2009 was due mainly to the slower collection of trade receivables and payment of trade and other payables in FY2009, offset by the higher net profit before working capital changes.

Net cash from financing activities in FY2009 was approximately S\$1.5 million as compared to approximately S\$5.7 million in FY2008. The decrease in net cash from financing activities in FY2009 was due mainly to the absence of the net proceeds from the Invitation, offset by a net increase in borrowings in FY2009.

Net cash used in investing activities in FY2009 was approximately S\$3.0 million as compared to approximately S\$6.2 million in FY2008. The decrease in net cash used in investing activities in FY2009 was due mainly to a lower amount of machinery and equipment purchased in FY2009, offset by the cash outflows arising from the purchase of Recon and the business of Denfon Engineering in the same year.

- 9 **Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

Not applicable.

- 10 **A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

Although there is a slight improvement in the global economy, the demand for new shipbuilding orders remain slow. This in turn will affect sales for the Group's sterngear manufacturing business division. As at 31 December 2009, the Group's order book for sterngear manufacturing was approximately S\$8.4 million.

Sales for our sterngear services business division remains competitive. The acquisition of Recon is expected to contribute to the revenue of the Group's sterngear services business division moving forward.

The Group's cost of materials, mainly steel and copper alloy is expected to remain stable for the next six-months period. The Group will continue to monitor its costs and productivity to maintain profitability.

- 11 **Dividend**

(a) Current financial period reported on

Any dividend declared for the current financial period reported on? Yes.

Name of dividend	First and Final
Dividend type	Cash
Dividend amount per ordinary share	1.0 cent per ordinary share
Tax rate	One-tier tax exempt

(b) Corresponding period of the immediately preceding financial year

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes.

Name of dividend	First and Final
Dividend type	Cash
Dividend amount per ordinary share	1.0 cent per ordinary share
Tax rate	One-tier tax exempt

(c) Date payable

The date payable for the proposed first and final dividend of 1.0 cent per share will be announced at a later date.

(d) Books closure date

The books closure date for the proposed first and final dividend of 1.0 cent per share will be announced at a later date.

12 If no dividend has been declared/recommended, a statement to that effect.

Not applicable.

PART II: ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

13 Segmented revenue and results for the business or geographical segments (of the group) in the form presented in the issue's most recently audited annual financial statements, with comparative information for the immediately preceding year.

The Group is principally engaged in (i) the manufacture and supply of sterngear equipment and (ii) the provision of sterngear services. No separate segment information by business segment is presented, except for segment revenue, as both business segments use the same resources and share the same costs. Management is of the opinion that is not practicable to separate the costs, assets and liabilities for each business segment.

The following table provides an analysis of the Group's revenue by business segment:

	Financial year ended	
	31 December 2009 (S\$'000)	31 December 2008 (S\$'000)
Sterngear manufacturing	14,281	14,731
Sterngear services	11,993	10,332
	26,274	25,063

The following table provides an analysis of the Group's revenue by geographical market which is analysed based on the country of domicile of the customers:

	Financial year ended	
	31 December 2009 (S\$'000)	31 December 2008 (S\$'000)
Singapore	17,900	17,447
Asia ⁽¹⁾	7,240	7,056
Rest of the world ⁽²⁾	1,134	560
	26,274	25,063

Notes:

(1) Asia refers to customers from Malaysia, Brunei, China, Indonesia, the Philippines, Hong Kong, India, Sri Lanka, Maldives and Australia

(2) Rest of the world refers to customers from Europe, the Middle East and USA.

14 In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

There were no material changes in contribution to turnover from Singapore and Asia except for the increase from the rest of the world which mainly came from customers in Europe.

MENCAST HOLDINGS LTD.
(Incorporated in the Republic of Singapore on 30 January 2008)
(Company Registration Number: 200802235C)

15 A breakdown of sales as follows:

	Financial year ended	
	31 December 2009 (S\$'000)	31 December 2008 (S\$'000)
Sales reported for:		
First half ended 30 June	14,017	13,169
Second half ended 31 December	12,257	11,894
	26,274	25,063
Net profit for the year reported for:		
First half ended 30 June	4,007	3,544
Second half ended 31 December	3,026	2,260
	7,033	5,804

16 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows: -

	Latest Full Year (FY2009) (S\$'000)	Previous Full Year (FY2008) (S\$'000)
Total annual dividend		
Ordinary – First and Final	1,551	1,475
Total	1,551	1,475

17 INTERESTED PERSON TRANSACTIONS

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	NIL	NIL

BY ORDER OF THE BOARD

Sim Soon Ngee Glendle
 Executive Chairman and Chief Executive Officer

23 February 2010