

MENCAST HOLDINGS LTD.

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

NEWS RELEASE

MENCAST LAUNCHES EQUITY FUND RAISING OF APPROXIMATELY S\$14.8 MILLION TO STRENGTHEN BALANCE SHEET

- ✓ *Private Placement of 54,640,000 new ordinary shares (the “**New Shares**”) at an issue price of S\$0.27 per New Share to raise gross proceeds of approximately S\$14.8 million*
- ✓ *Issue Price represents a premium of 20% to the volume weighted average price (“**VWAP**”) of S\$0.23 per share in Mencast for trades done on 30 November 2015 up to time of trading halt on 1 December 2015*
- ✓ *Company welcomes second largest shareholder pursuant to Private Placement*

SINGAPORE, 3 December 2015 – Mencast Holdings Ltd. and its subsidiaries (“**Mencast**”, or the “**Group**”), a Mainboard-listed and Singapore-based maintenance, repair and overhaul (“**MRO**”) provider comprising Offshore & Engineering, Marine and Energy Services, today launched a private placement (the “**Private Placement**”) to raise gross proceeds of approximately S\$14.8 million to partially repay existing debt.

Mr. Glendle Sim, CEO of the Group, said, “We would like to thank our new investors who have committed to subscribe up to S\$14.8 million of the Private Placement. The financial commitment from our investors is a firm vote of confidence in the Group’s ability to execute its strategy and create shareholder value going forward. The proceeds from the Private Placement will be used to pay down existing debt so as to place the Group in a more secure financial position, which the Board believes is prudent in view of the current challenging business environment.”

The Private Placement

The Private Placement, which comprises an issuance of 54,640,000 New Shares to two individuals at an issue price of S\$0.27 per New Share (the “**Issue Price**”), will raise gross proceeds of approximately S\$14.8 million. The Issue Price represents a premium of 20% to the VWAP of S\$0.23 per share for trades done on the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) on 30 November 2015 (being the preceding full market day prior to the signing of the relevant subscription agreements) up to the time a trading halt was called on 1 December 2015.

Information on the Investors

The investors are Mr. Wong Swee Chun (“**Mr Wong**”) and Mr. Goh Kai Kui (“**Mr Goh**”).

Mr Wong has agreed to subscribe for an aggregate of 45,831,000 New Shares at the Issue Price of S\$0.27, representing approximately 10.83% of the enlarged share capital of the Group (excluding treasury shares). Mr Wong is an existing shareholder of Mencast, and will be the second largest shareholder upon completion of the Private Placement.

Mr Wong is the founder and Chairman of Hoi Hup Realty Pte Ltd (an established real estate development company) and Straits Construction Group Pte Ltd (an award-winning building construction company).

Mr Goh has agreed to subscribe for an aggregate of 9,259,000 New Shares at the Issue Price of S\$0.27, representing approximately 2.21% of the enlarged share capital of the Group (excluding treasury shares). Mr Goh is an existing shareholder of Mencast.

Mr Goh is the Chief Executive Officer of Goh Joo Hin Pte. Ltd. (a Fast Moving Consumer Goods brand owner and distributor, with business networks spanning parts of Asia and Pacific region).

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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