

MENCAST HOLDINGS LTD.

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

MENCAST'S ASSOCIATED COMPANY SECURES RENEWAL OF FIVE-YEAR CONTRACT WITH OIL SUPERMAJOR

The Board of Directors ("**Board**") of Mencast Holdings Ltd. ("**Company**" and together with its subsidiaries, the "**Group**") is pleased to announce that Vac-Tech Engineering Pte. Ltd. ("**Vac-Tech**"), an associated company, has secured the renewal of a five-year contract (the "**Contract**") with an oil Supermajor ⁽¹⁾, for the purchase and collection of certain hazardous waste disposal services from the oil Supermajor by Vac-Tech. The term of the Contract shall be extended for a further period of two-years, at the option of the oil Supermajor.

In connection with the Contract, Vac-Tech had on 3 March 2020 entered to into a side agreement (the "**Side Agreement**"), and together with the Contract, (the "**Agreements**") with Mencast Offshore & Marine Pte. Ltd. ("**MOM**"), a wholly owned subsidiary of the Company, awarding to MOM, exclusively and for the duration of the Contract, various waste treatment, processing and disposal works arising from or in connection with the Contract, value approximately S\$40 million over a 5-year period, based on the annual tonnage quantity as estimated by the end customer.

MOM has, for the benefit of Vac-Tech and as required under the Contract, provided a Guarantee to the oil Supermajor and accordingly, MOM shall be entitled to claim against Vac-Tech (arises by agreement with Vac-Tech under the Side Agreement), and Vac-Tech shall fully compensate MOM, for all loss suffered by MOM pursuant to any claim by the oil Supermajor or its Affiliates on the Guarantee, provided that such loss had arisen or was due to the fault, breach and/or negligence of Vac-Tech, and such fault, breach or negligence (as the case may be) had occurred prior to the acceptance by MOM of the relevant delivery of waste products by Vac-Tech.

The Agreements are expected to contribute positively to the Group's earnings per share or net tangible asset per share for the current financial year ending 31 December 2020.

None of the Company's Directors and controlling shareholders has any interest, direct or indirect, in the Agreements, other than through their respective shareholding interests in the Company.

BY ORDER OF THE BOARD

SIM SOON NGEE GLENN DLE
Executive Chairman & Chief Executive Officer
3 March 2020

⁽¹⁾ "*Supermajor*" is a term used to describe the world's five largest publicly owned oil and gas companies and are usually considered to be BP plc, Chevron Corporation, ExxonMobil Corporation, Royal Dutch Shell plc and Total SA.

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.

For more information on Mencast, visit <http://www.mencast.com.sg>

Contacts:

Chris San

Chief Financial Officer

David Leow

Chairman of Corporate Strategy and Communications Committee, Board of Directors

Tel: 65 6268 4331

E-mail: ir@mencast.com.sg