

MENCAST HOLDINGS LTD.

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

**RESPONSES TO QUESTIONS RECEIVED FOR THE ANNUAL GENERAL MEETING
TO BE HELD ON 30 APRIL 2021**

The Board of Directors (the "Board") of Mencast Holdings Ltd. (the "Company", together with its subsidiaries, the "Group") refer to its annual report for the financial year ended 31 December 2020 ("**2020 Annual Report**"), its annual general meeting to be held on 30 April 2021 ("**AGM**") and the related documents published on 15 April 2021. The Company has received the following questions from a shareholder of the Company and provides responses to the relevant questions as below.

Unless otherwise defined, all terms and references used herein shall bear the same meaning ascribed to it in the 2020 Annual Report and the related documents published on 15 April 2021.

Question 1:

On page 64 of the Annual Report 2020, it is stated that the Board of Directors had concluded that Mencast can continue as a going concern at least for the next 12 months, and Management planned to divest non-core assets to deleverage its debts by at least \$55mil by 31 Mar 2022.

- (a) Could the Management give shareholders an update on the sales progress?**
- (b) What next if Management could not raise the required funds?**

Company's Response:

(a) The Group is actively working with a number of parties, including our corporate advisor, consultants and brokers to seek buyers for identified non-core assets. There were several leads, followed by discussions with interested parties though as yet we have not received binding offers. The Company will make further announcements to update shareholders when there are material developments.

(b) In conjunction with our asset sales program, our Group is in close communication with our Lenders to update them on the progress of our asset sales program. The Group will seek the continued support of our Lenders, which has been encouraging to date.

Question 2:

Could the Management take this opportunity to update shareholders on the current business status and operational outlook as this Covid-19 pandemic does not look like it's going away anytime soon?

Company's Response:

The Group remains committed to strengthening our business, which includes exploring new revenue streams in Singapore and overseas to diversify our revenue base, seeking out strategic partners, streamlining corporate structure and reducing costs across all business segments.

On a segmental basis:

Offshore and Engineering segment: Subdued economic growth and uncertainty surrounding the offshore, oil and gas industries coupled with the COVID-19 situation is expected to result in continue softness in demand.

Marine segment: Barring unforeseen circumstances, the Group is cautiously optimistic about the medium to long term prospect of our MRO business given the recurring nature and mandatory requirement for repair and maintenance of vessels. In respect of new build propellers, enquires appear to be growing and the Group is working on converting these into new orders.

Energy segment: The Group will continue to focus on the development and enhancement of its waste management business, which includes expanding capacity, developing new customers and business collaborations to diversify our customer and market base.

BY ORDER OF THE BOARD

SIM SOON NGEE GLENN DLE
Executive Chairman & Chief Executive Officer
29 April 2021

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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