



MENCAST HOLDINGS LTD.
(Incorporated in the Republic of Singapore)
(Company registration no.: 200802235C)
(The “Company”)

**DECREASE IN SHAREHOLDING INTEREST IN SUBSIDIARY,
MENJI PTE. LTD.**

The board of directors (the “**Board**”) of the Company (together with its subsidiaries, the “**Group**”) wishes to announce that the Company’s effective interest in Menji Pte. Ltd. (“**Menji Singapore**”), a subsidiary of the Company, will decrease from 55.2% to approximately 49.73%, following the completion of a placement by Menji Singapore of 55,000 ordinary shares, representing 9.91% of the enlarged share capital of the Menji Singapore, for a consideration of S\$50,000 (the “**Transaction**”)

The placement shares will be issued and allotted to Mr. Gong Kun, 龚坤 (“**Mr. Gong**”). In connection with the Transaction, Menji Singapore and Mr. Gong have further entered into a share award deed, pursuant to which Mr. Gong has agreed to assist Menji Singapore in its efforts to promote and expand the business of Menji Shanghai, 旻集科技发展（上海）有限公司 (“**Menji Shanghai**”), a wholly owned subsidiary of Menji Singapore, and Menji Singapore has in turn agreed to issue and allot up to 159,000 ordinary shares to Mr. Gong if Menji Shanghai achieves certain specified profit targets.

As a result of the Transaction, the issued and paid-up capital of Menji Singapore will increase from S\$500,000 to S\$550,000, and Menji Singapore (as well as Menji Shanghai) will cease to be a subsidiary company of the Group and is now an associated company of the Group.

The aforesaid Transaction by the Group is not expected to have any material impact on the earnings and net tangible assets per share of the Group for the current financial year ending 31 December 2021.

As at the date of this announcement, save for Mr. Sim Soon Ngee GlennDle and Mr. Wong Boon Huat who are directors of Menji Singapore, none of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Transaction.

The Company will make further announcements when there are material developments in connection with the Transaction.

BY ORDER OF THE BOARD

SIM SOON NGEE GLENN DLE
Executive Chairman & Chief Executive Officer
30 September 2021