MENCAST HOLDINGS LTD.
42E Penjuru Road, Mencast Central
Singapore 609161
www.mencast.com.sg
Company Registration No: 200802235C

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Revenue and earnings grew by 48% and 15% respectively for the nine months ended 30 September 2014

- **The Group achieves new milestone of over $100 million revenue**
- **Revenue increased by 48% to $105.6 million, contributed mainly by Offshore & Engineering and Energy Services segments**
- **Order book increases by 23%**

Singapore, 10 November 2014 – 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, is pleased to report a 48% increase in revenue and 15% increase in net profit for the nine months ended 30 September 2014 (9M FY2014"). A table on the financial highlights is provided below:

FINANCIAL HIGHLIGHTS	9M FY2014	9M FY2013	chg
	$'000	$'000	%
Revenue	105,573	71,238	48
Gross Profit	27,144	23,432	16
Net Profit After Tax	10,931	9,483	15

Commenting on the Group's prospects, **Mr Glenndle Sim, Executive Chairman & CEO of Mencast,** said, ***"Notwithstanding the slowdown in the Oil & Gas sector, Mencast continued to perform resiliently with revenue up by 48% as compared to the corresponding period. Our Offshore & Engineering and Energy Services divisions are extending their leadership and now generate 69% of Group's revenue.***

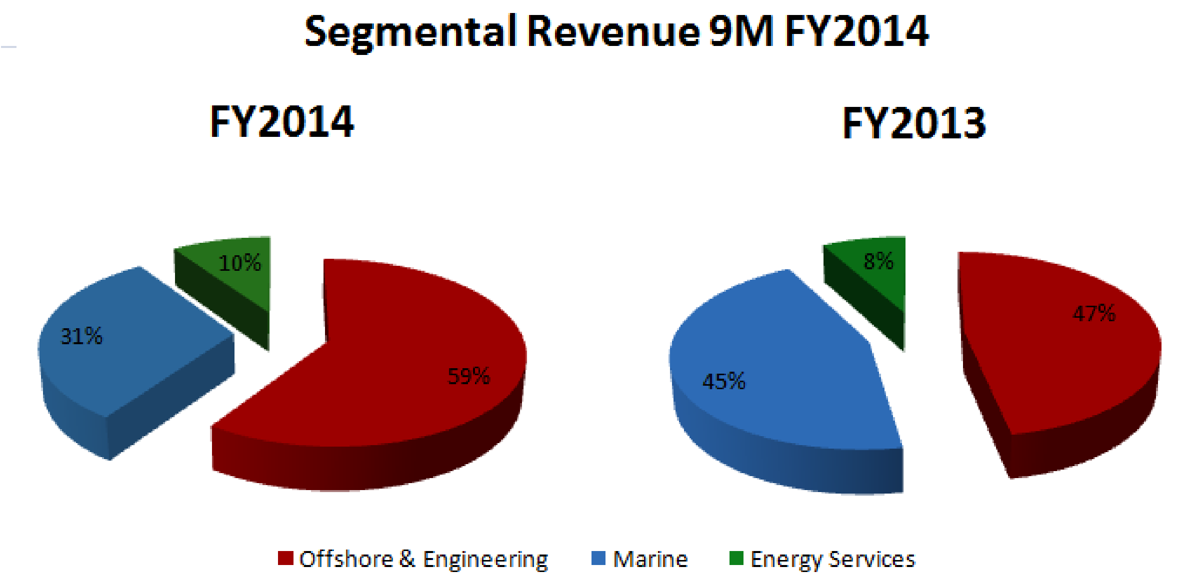
Significantly, good progress has been made in the integration of our various businesses. As a result, we have managed to drive organic growth from the businesses we acquired and seen increased revenue in all three segments of our business."

Financial Overview

The Group reported revenue of $105.6 million for the nine months ended 30 September 2014, a 48% jump from $71.2 million for the last nine months ended 30 September 2013. The increase in revenue was driven by strong improvement in the Offshore & Engineering segment along with contributions from the Energy Services segment.

Segmental Revenue	9M FY2014		9M FY2013	
	($'000)	(%)	(S$'000)	(%)
Offshore & Engineering	62,857	59	33,572	47
Marine	32,616	31	31,938	45
Energy Services	10,100	10	5,728	8
Total	105,573	100	71,238	100

1) *Offshore & Engineering includes offshore structures, engineering, manufacturing, inspection and maintenance. This also includes rope access services*
2) *Marine Services includes stearngear manufacturing and refurbishment works, ship inspection, repair & maintenance services and engineering & fabrication works. This also includes diving services*
3) *Energy includes oil sludge and slop reclamation, hydro cleaning oil and gas tanks, encapsulation of wastes prior forlandfill disposal and design and launch carbon footprint management initiatives and green initiatives*



Revenue from Offshore & Engineering segment increased by $29.3 million or 87% due to:

- New projects awarded in FY2014 from both new and existing customers.

- Increase in revenue from precision engineering business as orders from major Oil & Gas equipment manufacturers started to come in since Q2 FY2014; and

- Revenue contributions of $14.8 million from the newly acquired subsidiaries.

Revenue from Marine segment increased marginally by $678,000 or 2% mainly due to:

- Better utilisation of waterfront facilities for berthing services

- Increase in revenue from diving services of $192,000

- Increase in demand for sterngear repair services since Q2 FY2014

However, such increases were tapered down by the decrease in demand for sterngear manufacturing which showed a decrease of $2.7 million for the nine months ended 30 September 2014 as compared to the nine months ended 30 September 2013.

Revenue from Energy Services increased by $4.4 million or 76% due to:

- Commencement of jobs since FY2013 Q2 after securing long-term contracts with major Oil & Gas customers; and

- Revenue from new services provided to refineries of $3.6 million.

Cost of sales and gross profit increased by $30.6 million or 64% and $3.7 million or 16% respectively, in tandem with the increase in revenue.

Gross profit margin decreased from 33% in Q3 FY2013 to 26% in Q3 FY2014 mainly due to:

- Lower margin for Offshore & Engineering projects;

- Higher fixed cost for the properties at 42E and 42B Penjuru Road such as land rental and property tax;

- Higher depreciation for the properties at 42B Penjuru Road and 107 Gul Circle, and overhead cost such as utilities and consumables for the new equipment; and

- Increase in salaries and wages due to increase in headcount.

Other income increased by $2.0 million mainly due to increase in government grants, rental income, sales of scrap, net foreign exchange gain, write-back of allowance for impairment of trade receivables and write back of long-outstanding payables.

The Group's administrative expenses increased by $1.1 million or 8% due to:

- Administrative expenses of the two newly acquired subsidiaries

- Increase in fixed cost in relation to the new property at 42A Penjuru Road (eg land rent and property tax)

- Increase in other administrative expenses such as depreciation of office space at 42B Penjuru Road, insurance expense, and professional and legal fees.

The Group's capacity has increased significantly for the nine months ended 30 September 2014 as compared to the same period of FY2013 resulting in higher cost. Despite this, the Group's net profit increased by $1.4 million or 15% for the nine months ended 30 September 2014.

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ABOUT MENCAST HOLDINGS LTD. (Bloomberg Ticker: MCAST SP)

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 new 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**

Contacts:

Jojo Alviedo
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