JASON HOLDINGS LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No. 201119167Z)

ANNOUNCEMENT PURSUANT TO RULE 704(4) OF THE CATALIST RULES

Pursuant to Rule 704(4) of the Singapore Exchange Securities Trading Limited Listing Manual – Section B: Rules of Catalist , the board of directors (the "**Board**") of Jason Holdings Limited (the "**Company**" and collectively with its subsidiaries, the "**Group**") wishes to announce that the independent auditor of the Company, Moore Stephens LLP, has, on 10 August 2018, issued a disclaimer of opinion ("**Disclaimer of Opinion**") in its Independent Auditor's Report in relation to the audited financial statements of the Group for the financial year ended 31 December 2017 ("**FY2017**").

The extracts of the Disclaimer of Opinion in relation to the audited financial statements for FY2017 are set out below:

*"**Disclaimer of Opinion***

We were engaged to audit the financial statements of Jason Holdings Limited (the "Company") and its subsidiary (the "Group"), which comprise the consolidated statement of financial position of the Group and the statement of financial position of the Company as at 31 December 2017, and the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows of the Group for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

We do not express an opinion on the accompanying financial statements. Because of the significance of the matters described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

Basis for Disclaimer of Opinion

The financial statements for the previous year ended 31 December 2016 were audited by another auditor who expressed a disclaimer of opinion on those financial statements on the following matters:

Item 1 *Scheme of Arrangement and liabilities of the Company and subsequent events;*
Item 2 *Impairment of plant and equipment of a subsidiary, White Cubic Pte Ltd ("WC");*
Item 3 *Commercial Affairs Department of the Singapore Police Force ("CAD") investigation against a director of the Company and JPS;*
Item 4 *Jason Parquet Specialist (Singapore) Pte Ltd ("JPS") - Winding up of JPS and other scope limitations;*
Item 5 *Jason Holdings Limited - Significant limitation of staff resources, completeness and accuracy of records and other scope limitations; and*
Item 6 *Going concern.*

As disclosed in Note 25 to the financial statements, items 1, 2 and 3 are considered resolved during the current year ended 31 December 2017.

An update of items 4, 5 and 6 are as follows:

Item 4 *<u>Jason Parquet Specialist (Singapore) Pte Ltd ("JPS") - Winding up of JPS and other scope limitations</u>*

During the previous year ended 31 December 2016, a winding up order was made against JPS,

a principal operating subsidiary of the Company, by the High Court of Singapore. Liquidators were appointed on 10 June 2016 and consequently, the Group lost control of JPS on that date. The Group did not consolidate the financial statements of JPS from 1 January 2016 to 10 June 2016.

The previous year's auditor was unable to obtain sufficient appropriate audit evidence to ascertain whether the results of JPS for the period from 1 January 2016 to 10 June 2016 were material; was unable to conclude whether the Group's consolidated financial statements are materially misstated in relation to the non-consolidation of JPS from 1 January 2016 instead of 10 June 2016; and was unable to ascertain whether the loss from deconsolidation of subsidiary of S$3,170,124 and related disclosures were appropriate.

As JPS was wound up and deconsolidated during the previous financial year, this matter does not have an impact to the current year's financial statements. However, our opinion is modified because of the possible effect of this matter on the comparability of the current year's figures and the corresponding figures.

Item 5 *Jason Holdings Limited - Significant limitation of staff resources, completeness and accuracy of records and other scope limitations*

The previous year's auditor was unable to obtain sufficient appropriate audit evidence to satisfy themselves as to the completeness and accuracy of the Company's underlying accounting and other records, including journal entries and source documents; and was unable to ascertain the existence, completeness, accuracy, valuation and/or classification, and related disclosures, of various transactions and balances relating to the Company. Accordingly, they were unable to conclude whether the financial information of the Company which had been consolidated in the Group's consolidated financial statements were free from material misstatement and whether any adjustment may be necessary in respect of the multiple elements making up the accompanying financial statements for the financial year ended 31 December 2016.

The Company has engaged an external party to maintain the financial information and prepare the financial statements for the current year ended 31 December 2017.

Accordingly, this matter is considered resolved during the current year ended 31 December 2017, except that our audit opinion is modified because of the possible effect of this matter on the comparability of the current year's figures and the corresponding figures.

Item 6 *Going concern*

As disclosed in Note 2.1 to the financial statements, the Group incurred a net loss of S$121,201 (2016: S$4,920,863) for the current year ended 31 December 2017 and, as of that date, the Group and the Company have net current liabilities of S$1,088,841 (2016: S$2,649,326) and S$585,934 (2016: S$2,469,956) respectively. As at 31 December 2017, the Group and the Company have a capital deficit of S$1,088,841 (2016: S$2,480,894) and S$585,934 (2016: S$2,469,956) respectively. These conditions indicate the existence of material uncertainties which may cast significant doubt as to the ability of the Group and the Company to continue as going concerns and to realise their assets and discharge their liabilities in the ordinary course of business.

The accompanying financial statements have been prepared on the assumption that the Group and the Company will continue as going concerns. As disclosed in Note 2.1 to the financial statements, the ability of the Group and Company to continue as going concerns are dependent on the injection of new business and assets into the Company and the undertaking of its ultimate controlling shareholder to provide continuing financial support to enable the Company to meet its liabilities as and when they fall due. In addition, a director of its subsidiary has undertaken to provide continuing financial support to the subsidiary.

In the light of the material uncertainties discussed above, we do not have sufficient appropriate audit evidence regarding the use of the going concern assumption in the preparation of the

financial statements. Consequently, we were unable to form a view as to the use of the going concern assumption in the preparation of these financial statements.

In the event that the Group and the Company are unable to continue as going concerns, adjustments may have to be made to reflect the situation that assets may need to be realised other than in the normal course of business and at amounts which could differ significantly from the amounts at which they are recorded in the statements of financial position. In addition, the Group and the Company may have to provide for liabilities that might arise. No such adjustments have been made to these financial statements.

Other Matter

The financial statements of the Group and of the Company for the year ended 31 December 2016 were audited by another firm of auditors who expressed a disclaimer of opinion on those financial statements on 16 April 2018.

Report on Other Legal and Regulatory Requirements

In our opinion, except for the matters referred to in the Basis for Disclaimer of Opinion section of our report, the accounting and other records required by the Act to be kept by the Company and by its subsidiary corporation incorporated in Singapore of which we are the auditors have been properly kept in accordance with the provisions of the Act."

Shareholders are advised to refer to the Independent Auditor's Reports and the audited financial statements contained in the annual report for FY2017, which will be released on SGXNET in due course.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company. Shareholders and potential investors should note that there is no certainty or assurance that the shares of the Company will eventually resume trading on the SGX-ST. Shareholders and potential investors are advised to read all further announcements by the Company carefully and to consult their stockbrokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

JASON HOLDINGS LIMITED

Lim Chwee Kim
Executive Chairman
13 August 2018

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*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, SAC Capital Private Limited ("**Sponsor**"), for compliance with the relevant rules of the SGX-ST. The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made, or reports contained in this announcement.

The contact person for the Sponsor is Mr. Ong Hwee Li (Tel: (65) 6532 3829) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.