

JADASON ENTERPRISES LTD
(Registration No. 199003898K)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF SGX-ST LISTING MANUAL

Jadason Enterprises Ltd (the ‘Company’) has been placed on the watch-list under the minimum trading price (“MTP”) criteria with effect from 5 June 2017, pursuant to Rule 1311(2) of the SGX-ST Listing Manual.

In accordance with Rule 1313(2) of the SGX-ST Listing Manual, the Board of Directors of the Company would like to provide the following quarterly update on the Company, together with its subsidiaries (collectively, the ‘Group’).

Update on Financial Situation

The Group has released its financial statement for the quarter ended 30 June 2018 (“2Q 2018”) on 13 August 2018. Shareholders should refer to the announcement for further details.

At 30 June 2018, the Group had cash and cash equivalents of S\$6.5 million (31 December 2017: S\$6.6 million). Net cash, defined by cash and cash equivalents less bank borrowings and leasing obligations, was S\$5.5 million at 30 June 2018 (31 December 2017: S\$5.6 million). At 30 June 2018, net current assets of the Group amounted to S\$32.7 million (31 December 2017: S\$33.4 million).

Revenue for 2Q 2018 decreased by 7% to S\$14.4 million compared with 2Q 2017. During the quarter under review, the Group saw weaker demand from printed circuit board (“PCB”) manufacturers at both its Equipment and Supplies business and Manufacturing and Support Services business. The Group also incurred a foreign exchange loss of S\$0.6 million in 2Q 2018, due mainly to the weakening of the Singapore dollar and Chinese Renminbi against the Hong Kong dollar. In contrast, the Group had a foreign exchange gain of S\$0.2 million in the same period last year, as it benefited from a weaker Hong Kong dollar then. These led the Group to record a net loss of S\$0.4 million for the quarter under review, compared with a net profit of S\$0.7 million for 2Q 2017.

Update on Future Direction

There are no material developments which may have a significant impact on the future direction of the Group.

The Company is required to take steps to exit the MTP watch-list within 36 months from 5 June 2017. The Board is monitoring the situation and the Company will keep shareholders informed as and when there is any further development.

By Order of the Board

Fung Chi Wai
Chief Executive Officer
13 August 2018