

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 2019 (“2Q 2019”) on 13 August 2019. Shareholders should refer to the announcement for further details.

At 30 June 2019, the Group had cash and cash equivalents of S\$10.3 million (31 December 2018: S\$10.7 million). Following the adoption of the new Singapore Financial Reporting Standards (International) 16 Leases on 1 January 2019, the Group’s net debt, defined by bank borrowings and lease liabilities less cash and cash equivalents, was S\$6.3 million at 30 June 2019. Net current assets of the Group amounted to S\$26.5 million at 30 June 2019. At 30 June 2019, excluding lease liabilities arising from the right-of-use assets, which were previously classified as operating leases, the Group had a net cash of S\$9.3 million (31 December 2018: S\$9.7 million) and a net current assets of S\$28.9 million (31 December 2018: S\$31.3 million).

Revenue for 2Q 2019 decreased by 19% to S\$11.7 million compared with 2Q 2018. During the quarter under review, the Group saw weaker demand from printed circuit board (“PCB”) manufacturers at its Manufacturing and Support Services business. The Group recorded a net loss of S\$1.8 million for the quarter under review, compared with a net loss of S\$0.4 million for 2Q 2018.

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 2019