

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 with effect from 4 March 2015, pursuant to Rule 1311 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 2016 on 12 August 2016. Shareholders should refer to the announcement for further details.

At 30 June 2016, the Group had cash and cash equivalents of S\$21.2 million (31 December 2015: S\$32.6 million). Net cash, defined by cash and cash equivalents less bank borrowings and leasing obligations, was S\$9.4 million at 30 June 2016 (31 December 2015: S\$14.0 million). At 30 June 2016, net current assets of the Group amounted to S\$28.3 million (31 December 2015: S\$34.2 million).

Revenue for the quarter ended 30 June 2016 ('2Q 2016') was S\$10.9 million, a decrease of 46% compared with 2Q 2015 revenue of S\$20.0 million. The Group posted a net loss of S\$1.2 million for 2Q 2016, compared with a net loss of S\$2.1 million for 2Q 2015, due mainly to lower depreciation charge and various cost control measures implemented by the Group. Growth momentum in China, the Group's key market, remained weak in 2Q 2016.

Update on Future Direction

The underlying economic activities of the printed circuit board ('PCB') industry in China are likely to remain soft in the near term. This would pose challenges to the Group's sales of PCB equipment and supplies, and demand for the Group's manufacturing and support services.

The Group will continue to review its cost structure, operational efficiency and productivity so as to strengthen its existing core businesses.

Supported by adequate financial resources, the Group will also explore new businesses or opportunities for growth.

By Order of the Board

Fung Chi Wai
Chief Executive Officer
12 August 2016