

**JADASON ENTERPRISES LTD (REG. NO. 199003898K)**

**Financial Statement And Dividend Announcement for the Third Quarter and Nine Months Period Ended 30 September 2019**

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL-YEAR RESULTS**

**1(a) An income statement and statement of comprehensive income for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

Unaudited Income Statement of the Group for the quarter ended 30 September 2019 ("3Q 2019") and the nine months period ended 30 September 2019 ("YTD 2019"):

	S\$'000		%	S\$'000		%
	3Q 2019	3Q 2018	Increase/ (Decrease)	YTD 2019	YTD 2018	Increase/ (Decrease)
Revenue (Note 1)	11,414	13,933	(18)	33,461	41,514	(19)
Cost of sales	<u>(10,349)</u>	<u>(11,371)</u>	(9)	<u>(29,953)</u>	<u>(33,680)</u>	(11)
Gross profit (Note 1)	1,065	2,562	(58)	3,508	7,834	(55)
Other operating (expense)/income (Note 2)	(189)	97	NM	225	623	(64)
Selling and distribution expenses	(411)	(478)	(14)	(1,229)	(1,384)	(11)
Administrative expenses	<u>(2,229)</u>	<u>(2,202)</u>	1	<u>(6,847)</u>	<u>(7,118)</u>	(4)
Loss from operations	(1,764)	(21)	8,300	(4,343)	(45)	9,551
Finance cost (Note 3)	<u>(334)</u>	<u>(38)</u>	779	<u>(914)</u>	<u>(193)</u>	374
Loss before income tax	(2,098)	(59)	3,456	(5,257)	(238)	2,109
Income tax (Note 4)	<u>(39)</u>	<u>(186)</u>	(79)	<u>(173)</u>	<u>(400)</u>	(57)
Loss after income tax	<u>(2,137)</u>	<u>(245)</u>	772	<u>(5,430)</u>	<u>(638)</u>	751
Attributable to: Equity holders of the Company	<u>(2,137)</u>	<u>(245)</u>	772	<u>(5,430)</u>	<u>(638)</u>	751

Loss for the period is arrived at after crediting/(charging) the following:

	S\$'000		%	S\$'000		%
	3Q 2019	3Q 2018	Increase/ (Decrease)	YTD 2019	YTD 2018	Increase/ (Decrease)
Allowance for doubtful trade receivables	(33)	-	NM	(33)	-	NM
Foreign exchange loss (Note 2)	(237)	(372)	(36)	(159)	(438)	(64)
Depreciation of property, plant and equipment	(510)	(388)	31	(1,509)	(1,350)	12
Depreciation of right-of-use assets (Note 3)	(704)	-	NM	(2,245)	-	NM
Loss on disposal of property, plant and equipment	-	-	NM	(4)	-	NM
Write-off of plant and equipment	-	(126)	(100)	(6)	(126)	(95)
Write-down in value of inventories	(122)	-	NM	(122)	-	NM

Notes to Income Statement:

Note 1

Please refer to Section 8 of this report for further discussions on the performance of the Group's operating segments.

Note 2

The Group incurred an other operating expense during the quarter under review due mainly to a foreign exchange loss of S\$237,000, offset partially by sales of scrap materials. In 3Q 2018, the Group had an other operating income as higher sales of scrap materials and an insurance claim received during that quarter were offset partially by a foreign exchange loss.

The foreign exchange loss for the periods under review was due mainly to the weakening of the Singapore dollar and Chinese Renminbi against the Hong Kong dollar, as certain entities within the Group had payables denominated in the latter currency.

Note 3

The increases in finance cost and depreciation expense of right-of-use assets were related to the recognition of lease liabilities and right-of-use assets following the adoption of the new Singapore Financial Reporting Standards (International) ("SFRS(I)") 16 Leases. Please refer to Section 5 of this report for further details.

Note 4

An income tax charge arose in spite of the loss before income tax as certain subsidiaries within the Group were profitable, and that losses incurred by certain entities could not be offset against the profits of other subsidiaries for income tax purposes.

NM – Percentage changes are not meaningful.

Unaudited statement of comprehensive income of the Group for the quarter and nine months period ended 30 September 2019:

	3Q 2019	3Q 2018	Increase / (Decrease)	YTD 2019	YTD 2018	Increase / (Decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Loss after income tax for the period	(2,137)	(245)	772	(5,430)	(638)	751
Other comprehensive income:						
<u>Items that may be reclassified subsequently to profit or loss</u>						
Exchange differences on translating foreign operations #	<u>(460)</u>	<u>(1,575)</u>	(71)	<u>(834)</u>	<u>(1,322)</u>	(37)
	(460)	(1,575)		(834)	(1,322)	
Total comprehensive income for the period	<u>(2,597)</u>	<u>(1,820)</u>	43	<u>(6,264)</u>	<u>(1,960)</u>	220
Total comprehensive income attributable to:						
Equity holders of the Company	<u>(2,597)</u>	<u>(1,820)</u>	43	<u>(6,264)</u>	<u>(1,960)</u>	220

# The loss on translation of foreign operations was due mainly to the weakening of the Chinese Renminbi against the Singapore dollar.

**1(b)(i) A statement of financial positions (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.**

Financial positions as at 30 September 2019 and 31 December 2018:

	Group		Company	
	30.9.2019	31.12.2018	30.9.2019	31.12.2018
	S\$'000	S\$'000	S\$'000	S\$'000
<b>ASSETS</b>				
<b>Current assets:</b>				
Cash and bank balances (Note 1)	9,794	10,706	605	686
Bank deposits (Note 1)	1,735	-	-	-
Inventories (Note 2)	5,469	6,665	241	958
Trade receivables (Note 3)	14,001	20,842	1,666	2,041
Bill receivables (Note 3)	8,163	8,319	-	-
Other receivables and prepayments	985	537	105	111
Amounts due from subsidiaries	-	-	286	220
<b>Total</b>	<b>40,147</b>	<b>47,069</b>	<b>2,903</b>	<b>4,016</b>
<b>Non-current assets:</b>				
Property, plant and equipment (Note 4)	16,067	17,775	34	81
Right-of-use assets (Note 5)	14,021	-	146	-
Subsidiaries	-	-	55,619	55,619
<b>Total</b>	<b>30,088</b>	<b>17,775</b>	<b>55,799</b>	<b>55,700</b>
<b>TOTAL ASSETS</b>	<b>70,235</b>	<b>64,844</b>	<b>58,702</b>	<b>59,716</b>

	Group		Company	
	30.9.2019	31.12.2018	30.9.2019	31.12.2018
	S\$'000	S\$'000	S\$'000	S\$'000
<b>LIABILITIES &amp; EQUITY</b>				
<b>Current liabilities:</b>				
Bank borrowings	1,000	1,000	1,000	1,000
Trust receipts (Note 6)	2,147	1,563	2,147	1,563
Trade payables (Note 7)	7,948	9,884	1,959	3,139
Other payables (Note 8)	1,508	3,000	386	428
Income tax payable	342	363	-	-
Lease liabilities (Note 5)	2,345	1	122	-
Amounts due to subsidiaries	-	-	4,392	3,866
<b>Total</b>	<b>15,290</b>	<b>15,811</b>	<b>10,006</b>	<b>9,996</b>
<b>Non-current liabilities:</b>				
Lease liabilities (Note 5)	12,177	3	8	-
Provision for long service payment	164	162	-	-
<b>Total</b>	<b>12,341</b>	<b>165</b>	<b>8</b>	<b>-</b>
<b>Capital &amp; reserves:</b>				
Share capital	50,197	50,197	50,197	50,197
Treasury shares	(307)	(307)	(307)	(307)
Share option reserve (Note 9)	-	1,280	-	1,280
Translation reserve	(4,757)	(3,923)	(80)	(81)
Reserve and Enterprise Expansion Funds (Note 10)	5,711	5,711	-	-
Accumulated losses	(8,240)	(4,090)	(1,122)	(1,369)
<b>Total</b>	<b>42,604</b>	<b>48,868</b>	<b>48,688</b>	<b>49,720</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>70,235</b>	<b>64,844</b>	<b>58,702</b>	<b>59,716</b>

Notes:

Note 1

Please refer to the statement of cash flows of the Group, found in Section 1(c) of this report.

Note 2

The decrease in inventories was related to the lower level of business activities during the period under review.

Note 3

The decreases in trade and bill receivables were due mainly to payments received and the lower business activities during the period under review.

Note 4

The decrease in property, plant and equipment was due mainly to depreciation charge and the effect of translating the financial statements of foreign subsidiaries into Singapore dollar, offset partially by additions of plant and equipment during the period under review.

**Note 5**

Right-of-use (“ROU”) assets related mainly to leases of factories and offices occupied by various entities within the Group, and are recognised following the adoption of SFRS(I) 16 Leases. Please refer to Section 5 of this report for further details.

Correspondingly, there was an increase in the lease liabilities as at 30 September 2019.

**Note 6**

The increase in trust receipts at 30 September 2019 was due to the timing of settlement of goods imported with financial institutions. The Group made payments totalling S\$795,000 to a bank in the month of October 2019.

**Note 7**

The decrease in trade payables was due mainly to payments made and the lower business activities during the period under review.

**Note 8**

The decrease in other payables of the Group was due mainly to lower value added tax payable at the Group’s China subsidiaries.

**Note 9**

During the quarter under review, the share options expired (see Section 1d(ii)) and the share option reserve was transferred to the accumulated losses.

**Note 10**

Reserve and Enterprise Expansion Funds pertain to subsidiaries in China, and are appropriations of profits made in accordance with applicable laws and regulations.

**1(b)(ii) Aggregate amount of group’s borrowings and debt securities.**

**Amount repayable in one year or less, or on demand**

As at 30 Sep 2019		As at 31 Dec 2018	
Secured S\$’000	Unsecured S\$’000	Secured S\$’000	Unsecured S\$’000
2,345	3,147	1	2,563

**Amount repayable after one year**

As at 30 Sep 2019		As at 31 Dec 2018	
Secured S\$’000	Unsecured S\$’000	Secured S\$’000	Unsecured S\$’000
12,177	-	3	-

**Details of any collateral**

Secured borrowings refer to lease liabilities which are secured over the ROU assets. Please refer to Section 5 of this report for further details.

**1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	3Q 2019	3Q 2018	YTD 2019	YTD 2018
	S\$'000	S\$'000	S\$'000	S\$'000
<b>Cash flows from operating activities:</b>				
Loss before income tax	(2,098)	(59)	(5,257)	(238)
Adjustments for:				
Allowance for doubtful trade receivables	33	-	33	-
Depreciation of property, plant and equipment	510	388	1,509	1,350
Depreciation of right-of-use assets	704	-	2,245	-
Interest expense	334	38	914	193
Interest income	(23)	(8)	(47)	(26)
Loss on disposal of property, plant and equipment	-	-	4	-
Write-off of plant and equipment	-	126	6	126
Write-down in value of inventories	122	-	122	-
Operating cash flows before changes in working capital	(418)	485	(471)	1,405
Trade receivables	747	2,187	6,808	7,046
Bill receivables	2,697	1,339	156	1,204
Other receivables	(167)	(227)	(448)	(291)
Inventories	592	628	1,074	702
Trade payables	(1,294)	(1,100)	(1,936)	(3,656)
Trust receipts	498	348	584	(460)
Other payables	(386)	(518)	(1,492)	(1,469)
Cash flows generated from operations	2,269	3,142	4,275	4,481
Interest paid	(334)	(38)	(914)	(193)
Interest received	23	8	47	26
Income tax refund/(paid)	26	(55)	(187)	(216)
Net cash flows generated from operating activities	1,984	3,057	3,221	4,098
<b>Cash flows from investing activities:</b>				
Purchase of plant and equipment	(106)	(273)	(256)	(1,591)
Net cash flows used in investing activities	(106)	(273)	(256)	(1,591)
<b>Cash flows from financing activities:</b>				
Proceeds from loans and borrowings	-	-	527	508
Repayment of loans and borrowings	-	-	(527)	(508)
Repayment of lease liabilities	(498)	-	(1,681)	(8)
Net cash flows used in financing activities	(498)	-	(1,681)	(8)
<b>Net increase in cash and cash equivalents</b>	1,380	2,784	1,284	2,499
Cash and cash equivalents at beginning of period	10,310	6,491	10,706	6,631
Effects of exchange rate changes	(161)	(850)	(461)	(705)
<b>Cash and cash equivalents at end of period</b>	11,529	8,425	11,529	8,425

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity, or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Share Capital	Treasury Shares	Share Option Reserve	Translation Reserve	Surplus Reserve #	Accumulated (Losses) / Profits	Total Equity
<b>GROUP</b>	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>2019</b>							
Balance at 1 January 2019	50,197	(307)	1,280	(3,923)	5,711	(4,090)	48,868
Loss for the period	-	-	-	-	-	(1,487)	(1,487)
Currency translation gain	-	-	-	744	-	-	744
Balance at 31 March 2019	50,197	(307)	1,280	(3,179)	5,711	(5,577)	48,125
Loss for the period	-	-	-	-	-	(1,806)	(1,806)
Currency translation loss	-	-	-	(1,118)	-	-	(1,118)
Balance at 30 June 2019	50,197	(307)	1,280	(4,297)	5,711	(7,383)	45,201
Expiry of share options	-	-	(1,280)	-	-	1,280	-
Loss for the period	-	-	-	-	-	(2,137)	(2,137)
Currency translation loss	-	-	-	(460)	-	-	(460)
Balance at 30 September 2019	50,197	(307)	-	(4,757)	5,711	(8,240)	42,604
<b>2018</b>							
Balance at 1 January 2018	50,197	(307)	1,280	(2,385)	5,711	(2,623)	51,873
Profit for the period	-	-	-	-	-	21	21
Currency translation gain	-	-	-	401	-	-	401
Balance at 31 March 2018	50,197	(307)	1,280	(1,984)	5,711	(2,602)	52,295
Loss for the period	-	-	-	-	-	(414)	(414)
Currency translation loss	-	-	-	(148)	-	-	(148)
Balance at 30 June 2018	50,197	(307)	1,280	(2,132)	5,711	(3,016)	51,733
Loss for the period	-	-	-	-	-	(245)	(245)
Currency translation loss	-	-	-	(1,575)	-	-	(1,575)
Balance at 30 September 2018	50,197	(307)	1,280	(3,707)	5,711	(3,261)	49,913
<b>COMPANY</b>							
<b>2019</b>							
Balance at 1 January 2019	50,197	(307)	1,280	(81)	-	(1,369)	49,720
Loss for the period	-	-	-	-	-	(343)	(343)
Currency translation gain	-	-	-	3	-	-	3
Balance at 31 March 2019	50,197	(307)	1,280	(78)	-	(1,712)	49,380
Loss for the period	-	-	-	-	-	(239)	(239)
Balance at 30 June 2019	50,197	(307)	1,280	(78)	-	(1,951)	49,141
Expiry of share options	-	-	(1,280)	-	-	1,280	-
Loss for the period	-	-	-	-	-	(451)	(451)
Currency translation loss	-	-	-	(2)	-	-	(2)
Balance at 30 September 2019	50,197	(307)	-	(80)	-	(1,122)	48,688

<b>2018</b>							
Balance at 1 January 2018	50,197	(307)	1,280	(82)	-	855	51,943
Loss for the period	-	-	-	-	-	(292)	(292)
Balance at 31 March 2018	50,197	(307)	1,280	(82)	-	563	51,651
Loss for the period	-	-	-	-	-	(591)	(591)
Currency translation gain	-	-	-	1	-	-	1
Balance at 30 June 2018	50,197	(307)	1,280	(81)	-	(28)	51,061
Loss for the period	-	-	-	-	-	(459)	(459)
Balance at 30 September 2018	50,197	(307)	1,280	(81)	-	(487)	50,602

# Surplus Reserve refers to Reserve Fund and Enterprise Expansion Fund (Note 10 of Section 1(b)(i)).

**1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

There was no change in the share capital of the Company during the quarter ended 30 September 2019.

As at 30 September 2019, there were nil unexercised options (30 September 2018: 14,400,000 for unissued ordinary shares) under the Jadason Share Option Scheme 2000. During the quarter ended 31 December 2018, 400,000 options were cancelled. The remaining 14,000,000 unexercised options lapsed during the quarter ended 30 September 2019.

As at 30 September 2019, there were 3,670,000 (30 September 2018: 3,670,000) shares held in treasury. (See also Section 1(d)(iv) below.)

**1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

The total number of issued shares (excluding treasury shares) as at 30 September 2019 was 722,395,000 (31 December 2018: 722,395,000).

**1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

At 1 January 2019 and 30 September 2019	<u>(3,670,000)</u>
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**2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The figures have not been audited nor reviewed by the auditors.

**3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

**4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period compared with those of the audited financial statements for the year ended 31 December 2018 except as described in Section 5 of this report.

**5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

The Group has adopted the new and revised Singapore Financial Reporting Standards (International) ("SFRS(I)") accounting standards that are effective for financial years beginning on or after 1 January 2019, where applicable. In particular, the Group adopted SFRS(I) 16 Leases, which requires lessees to recognise most leases on the balance sheets. Under SFRS(I) 16, a lessee recognises a right-of-use ("ROU") asset representing its right to use the underlying asset and a lease liability representing its obligations to make lease payments.

The Group has adopted the simplified transition approach and the comparative amounts for the year prior to first adoption were not restated. The Group has also applied the practical expedience to measure the amount of ROU assets equal to the lease liabilities as at 1 January 2019.

Except for SFRS(I) 16, the adoption of the new standards has no material impact on the financial statements. Please refer to Note 5 of Section 1(b)(i) for further details regarding the impact that initial application of SFRS(I) 16 has on the financial statements.

**6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

Group Figures

	3Q 2019	3Q 2018	YTD 2019	YTD 2018
Loss per ordinary share (basic and diluted) for the period after deducting any provision for preference dividends	(0.29 cents)	(0.03 cents)	(0.75 cents)	(0.09 cents)

The calculation of loss per share (basic and diluted) for the quarter ended 30 September 2019 is based on:

- (1) Group's loss after taxation attributable to equity holders of \$2,137,000 (3Q 2018: \$245,000); and
- (2) Weighted average number of ordinary shares of 722,395,000 (2018: 722,395,000).

There was no difference between the basic and diluted loss per share as the Company has no dilutive instruments as at 30 September 2019 and 30 September 2018.

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:**  
**(a) current financial period reported on; and**  
**(b) immediately preceding financial year.**

	Group		Company	
	30.9.2019	31.12.2018	30.9.2019	31.12.2018
Net asset value per ordinary share	5.90 cents	6.76 cents	6.74 cents	6.88 cents

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:**

**(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**

**(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

	Revenue		(Loss)/profit from Operations	
	3Q 2019	3Q 2018	3Q 2019	3Q 2018
Business Segments:	S\$'000	S\$'000	S\$'000	S\$'000
Equipment and Supplies	4,736	5,118	(389)	(73)
Manufacturing and Support Services	6,678	8,815	(1,375)	52
<b>Total</b>	<b>11,414</b>	<b>13,933</b>	<b>(1,764)</b>	<b>(21)</b>

	Revenue		(Loss)/profit from Operations	
	YTD 2019	YTD 2018	YTD 2019	YTD 2018
Business Segments:	S\$'000	S\$'000	S\$'000	S\$'000
Equipment and Supplies	14,802	14,801	(995)	(612)
Manufacturing and Support Services	18,659	26,713	(3,348)	567
<b>Total</b>	<b>33,461</b>	<b>41,514</b>	<b>(4,343)</b>	<b>(45)</b>

Revenue for 3Q 2019 was S\$11.4 million, 18% lower than 3Q 2018 revenue of S\$13.9 million as weak demand persisted to hamper the performance of both of the Group's business segments. The Group posted a loss from operations of S\$1.8 million during the quarter under review, compared with an operating loss of S\$21,000 for 3Q 2018.

Revenue for the Equipment and Supplies business for 3Q 2019 decreased by S\$382,000, or 7%, compared with 3Q 2018 due mainly to lower sales of supplies to printed circuit board ("PCB") manufacturers. The business segment posted an operating loss of S\$389,000 (3Q 2018: S\$73,000) for the quarter under review.

Revenue of the Manufacturing and Support Services business for 3Q 2019 decreased by S\$2.1 million, or 24%, to S\$6.7 million compared with 3Q 2018 due to weaker demand from customers for PCB mass lamination and PCB drilling services during the quarter under review. As a result of the under utilisation of capacity, absorption of overhead costs was impacted and this business segment reported a loss from operations of S\$1.4 million for 3Q 2019, compared with a profit from operations of S\$52,000 for the same period last year.

9. **Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

The results are generally in accordance with our announcement dated 13 August 2019.

10. **A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

The trade conflict between the United States of America and China has severely affected the business environment, resulting in weak demand for the Group's products and services. In view of the uncertain economic environment, the roll-out of the 5G mobile services in China has not progressed as anticipated.

The Group will continue to rationalise, streamline its core businesses and improve productivity to meet the challenging market conditions.

11. **Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on? None.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year? None.

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

12. **If no dividend has been declared/recommended, a statement to that effect and the reason(s) for the decision.**

No dividend has been declared/recommended for the quarter ended 30 September 2019 as the Group wishes to conserve financial resources in the face of economic uncertainty.

13. **If the Group has obtained a general mandate from shareholders for interested person transactions ("IPTs"), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Group has not obtained a general mandate from shareholders for IPTs.

**14. Negative confirmation by the board pursuant to Rule 705(5)**

We, Fung Chi Wai and Linna Hui Min, being two directors of Jadason Enterprises Ltd (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the unaudited financial results for the quarter ended 30 September 2019 to be false or misleading.

On behalf of the board of directors

**FUNG CHI WAI**  
Chief Executive Officer

**LINNA HUI MIN**  
Director

**15. Confirmation pursuant to Rule 720(1)**

The Company confirms that it has procured the undertakings from all its directors and executive officers in the format set out in Appendix 7.7 pursuant to Rule 720(1) of the Singapore Exchange Listing Manual.

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
**(This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

**16. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

Not applicable.

**17. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

Not applicable.

**18. A breakdown of sales.**

Not applicable.

**19. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.**

Not applicable.

**BY ORDER OF THE BOARD**

**Fung Chi Wai  
Chief Executive Officer  
13 November 2019**