

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 September 2017 (“3Q 2017”) on 8 November 2017. Shareholders should refer to the announcement for further details.

At 30 September 2017, the Group had cash and cash equivalents of S\$8.0 million (31 December 2016: S\$18.7 million). Net cash, defined by cash and cash equivalents less bank borrowings and leasing obligations, was S\$6.9 million at 30 September 2017 (31 December 2016: S\$11.1 million). At 30 September 2017, net current assets of the Group amounted to S\$33.1 million (31 December 2016: S\$31.5 million).

Revenue for 3Q 2017 increased by 18% to S\$17.6 million compared with 3Q 2016. During the quarter under review, the Group’s two operating segments, i.e., Equipment and Supplies business and Manufacturing and Support Services business saw stronger demand from printed circuit board (“PCB”) manufacturers. The Group recorded a net profit of S\$1.0 million for the quarter ended 30 September 2017 (3Q 2016: S\$1.3 million). As reported previously, the results for 3Q 2016 included a write-back of allowance for inventory obsolescence of S\$0.4 million.

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 is of the view that it is not the

appropriate time to make a decision at this point in time. 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
8 November 2017