



JASON HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No. 201119167Z)

CALLING ON PERFORMANCE BONDS BY HYUNDAI ENGINEERING & CONSTRUCTION CO, LTD ISSUED BY ETIQA INSURANCE PTE LTD AND ERGO INSURANCE PTE LTD

The board of directors (the “**Board**” or “**Directors**”) of Jason Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to make an announcement regarding several claims by Hyundai Engineering & Construction Co., Ltd (“**Hyundai**”), the contracting party to several contracts for the supply and installation of timber entered into with Jason Parquet Specialist (Singapore) Pte Ltd (“**JPSS**”), a wholly-owned subsidiary of the Company (each, a “**Contract**”), against each of:

- (1) Ergo Insurance Pte. Ltd. (“**Ergo**”), the issuer of performance bond number DBPB15S022136 executed on 26 August 2015 in favour of Hyundai in connection with certain Contracts (“**Ergo PB**”); and
- (2)
- (3) Etiqa Insurance Berhad (“**Etiqa**”), the issuer of the following performance bonds executed in favour of Hyundai in connection with certain Contracts:
 - a. number DBCA12S002901 executed on 11 October 2012;
 - b. number DBCA13S001721 executed on 19 June 2013;
 - c. number DBCA13S003269 executed on 5 November 2013; and
 - d. number DBCA14S004938 executed on 18 November 2014(the above performance bonds issued by Etiqa, collectively, as “**Etiqa PBs**”).

On 20 May 2016, Ergo received a demand notice in writing from Hyundai demanding for immediate repayment of the sum amounting to approximately S\$160,000 that is due and owing by Ergo under the terms of the Ergo PB.

On or about 23 May 2016, Etiqa received demand notices in writing from Hyundai demanding for immediate repayment of the aggregate sum amounting to approximately S\$400,000 that is due and owing by Etiqa under the terms of the Etiqa PBs.

(The aforesaid demands received by Ergo and Etiqa from Hyundai, collectively, as “**PB Calls**”)
The Directors are of the view that the PB Calls will have a material adverse impact on, *inter alia*, the financial position, the financial performance, business and operations of the Group.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company. The Company will make the necessary announcements when there are material developments on this matter. Shareholders of the Company and potential investors are advised to read all further announcements by the Company carefully and to consult their stockbrokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD
JASON HOLDINGS LIMITED

Lim Chwee Kim
Non-Executive Director and Chairman

26 May 2016

JASON HOLDINGS LIMITED

Co. Reg. No. 201119167Z

16 Tampines St 92 JP Building Singapore 528873

Tel: (65) 6783 2727 Fax: (65) 6782 2727

Website: www.jasonparquet.com Email: info@jasonparquet.com

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("**Sponsor**"), Canaccord Genuity Singapore Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made, or reports contained in this announcement.

The contact person for the Sponsor is Mr Tee Chun Siang, Associate Director of Corporate Finance at Canaccord Genuity Singapore Pte. Ltd., at 77 Robinson Road #21-02 Singapore 068896, telephone (65) 6854-6160.