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

ANNOUNCEMENT – LITIGATION MATTERS

The board of directors (the "**Board**" or "**Directors**") of Jason Holdings Limited (the "**Company**") wishes to announce the following, regarding a litigation claim against Jason Parquet Specialist (Singapore) Pte Ltd ("**JPSS**"), a wholly-owned subsidiary of the Company, by Far East Engineering & Construction Pte Ltd ("**FEEC**"), a sub-contractor of JPSS:-

(i) In August 2015, FEEC commenced a suit ("**the Suit**") against JPSS, claiming for a total of approximately S$194,000. The claim is in connection with disputes over sanding and varnishing works performed by FEEC at various housing projects.

(ii) Subsequently, JPSS counterclaimed against FEEC in the Suit for loss and damage occasioned by defective works and damage caused to fixtures and fittings at the same housing projects. The value of the counterclaim is estimated to be in excess of S$400,000.

(iii) In December 2015, FEEC commenced adjudication proceedings against JPSS under the Building & Construction Industry Security of Payments Act in respect of the same matters raised in the Suit. The adjudication proceedings represent over 85% of FEEC's claims in the Suit.

(iv) In early January 2016, FEEC obtained adjudication orders against JPSS in respect of the aforementioned adjudication proceedings.

(v) In late January 2016, FEEC converted the adjudication orders into Orders of Court. The cumulative effect of the Orders of Court is that JPSS is to pay FEEC a total of approximately S$206,000 (inclusive of costs).

(vi) On 29 March 2016, FEEC executed the said Orders of Court by way of Writs of Seizure and Sale on certain assets of JPSS at JPSS's warehouse and premises.

The Orders of Court will have a negative financial impact on the Company and its subsidiaries (the "**Group**"). However, the Board wishes to clarify and notify the Company's shareholders and business partners that the business and operations of the Group are ongoing as usual.

The Board wishes to further clarify that since FEEC has already obtained adjudication orders against JPSS, FEEC will no longer be able to pursue its overlapping claims against JPSS in the Suit. JPSS will, however, continue to pursue its counterclaim as mentioned above against FEEC.

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

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

Jason Sim Chon Ang
CEO & Executive Director

31 March 2016

---

*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, Corporate Finance at Canaccord Genuity Singapore Pte. Ltd., at 77 Robinson Road #21-02 Singapore 068896, telephone (65) 6854-6160.