

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

COMMENTS ON ARTICLE “NUKE TEST SENDS JITTERS THROUGH LOCAL BOURSE” IN THE STRAITS TIMES OF 5 SEPTEMBER 2017

The Board of Directors of Jadason Enterprises Ltd (the “Company”) refers to the above article on the Company, together with its subsidiaries (collectively, the “Group”) and would like to clarify the following points:

It was reported that “Jadason has struggled with a labour crunch and delayed delivery of parts.”

Comment: The Company has commented in the ‘Operations and Financials Review’ section of its annual reports for the financial years ended 31 December 2014, 2015 and 2016 that the Group and many other factories in China have faced increasing labour cost and difficulties in retaining the workers in recent years. Turnover of workers at the Group’s plants in China was high in recent years and negatively affected the productivity at these plants. The Company also mentioned in the ‘Corporate Objectives’ section of its annual report for the financial year ended 31 December 2016 that the Group would invest in upgrading its existing equipment for the printed circuit board drilling services business, so as to enhance the performance and customers support capability of this business. As the Group regularly carries out maintenance work on its plant and equipment, the delay in delivery of parts used for upgrading the equipment does not materially affect the Manufacturing and Support Services business segment of the Group. Both the labour crunches and delayed deliveries of parts are normal risk factors faced by the Group and many other companies operating in China.

It was reported that “Two catalysts play in Jadason’s favour: the overall recovery still on track and the iPhone 8 launch estimated this month.”

Comment: The Group has released its financial statements for the second quarter and half-year ended 30 June 2017 on 11 August 2017. In that announcement, the Group reported a profit after income tax of S\$1.0 million for the half-year ended 30 June 2017, compared with a loss after income tax of S\$0.9 million for the half-year ended 30 June 2016. The Group also provided some guidance in section 10 of the announcement on the performance of the Group’s two operating segments, and has no further material information to announce. The Group does not deal directly with Apple, and is unable to comment on the projects undertaken by our customers and the availability of iPhone 8.

Fung Chi Wai
Chief Executive Officer
6 September 2017