



JASON MARINE GROUP LIMITED

(Company Registration No. 200716601W)
(Incorporated in the Republic of Singapore)

FULL-YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 31 MARCH 2010

Jason Marine Group Limited (the "Company") was listed on the Catalist board ("Catalist") of the Singapore Exchange Securities Trading Limited ("SGX-ST") on 21 October 2009. The initial public offering of the Company was sponsored by CIMB Bank Berhad, Singapore Branch (the "Sponsor").

This announcement has been prepared by the Company and its content have been reviewed by the Sponsor for compliance with the relevant rules of the 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 Benjamin Choy, Senior Vice President, Corporate Finance, at 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, telephone (65) 6337 5115.

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF HALF-YEAR AND FULL-YEAR RESULTS

- 1(a)(i) An income statement (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial period.**

Background

The Company was incorporated in the Republic of Singapore on 9 September 2007 under the Companies Act (Chapter 50) of Singapore as a private limited company. The Company and its subsidiaries (the "Group") was formed pursuant to a restructuring exercise ("Restructuring Exercise") undertaken to streamline and rationalise the corporate structure and shareholding structure of the Group prior to the Company's listing on Catalist. The Restructuring Exercise was completed on 18 September 2009. Please refer to the Company's offer document dated 12 October 2009 ("Offer Document") for further details on the Restructuring Exercise.

For the purpose of this announcement, the results of the Group has been prepared on the assumption that the Group has been in existence since 31 March 2008.


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- 1(a)(i) An income statement (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial period.

CONSOLIDATED INCOME STATEMENT

| | Group | | Increase / (Decrease) % |
|--|--|-----------------|-------------------------------|
| | Year ended 31 March 2010 S\$'000 | 2009 S\$'000 | |
| Revenue | 51,522 | 70,880 | (27.3) |
| Cost of sales | (36,702) | (53,212) | (31.0) |
| Gross profit | 14,820 | 17,668 | (16.1) |
| Other income | 547 | 1,235 | (55.7) |
| Distribution costs | (3,577) | (5,419) | (34.0) |
| General and administrative expenses | (5,169) | (4,543) | 13.8 |
| Other expenses | (1,233) | (960) | 28.4 |
| Finance costs | (67) | (248) | (73.0) |
| Share of results of associates | (24) | 33 | NM |
| Profit before income tax | 5,297 | 7,766 | (31.8) |
| Income tax expense | (1,041) | (1,374) | (24.2) |
| Profit after income tax attributable to owners of the parent | 4,256 | 6,392 | (33.4) |

- 1(a)(ii) Statement of comprehensive income for the year ended 31 March 2010

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

| | Group | | Increase / (Decrease) % |
|---|--|-----------------|-------------------------------|
| | Year ended 31 March 2010 S\$'000 | 2009 S\$'000 | |
| Profit for the financial year | 4,256 | 6,392 | (33.4) |
| Other comprehensive income, net of tax | | | |
| Foreign currency translation relating to financial statements of foreign subsidiaries | 56 | (2) | NM |
| Total comprehensive income attributable to owners of the parent | 4,312 | 6,390 | (32.5) |

NM: Not Meaningful

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1(a)(iii) Notes to consolidated income statement

Profit before income tax is arrived at after (charging) / crediting:

| | Group | | Increase / (Decrease) % |
|--|---|-------------------------|--|
| | Year ended 31 March 2010 S\$'000 | 2009 S\$'000 | |
| Allowance for doubtful third parties trade receivables | (236) | (296) | (20.3) |
| Allowance for inventory obsolescence | (219) | (664) | (67.0) |
| Depreciation of plant and equipment | (228) | (219) | 4.1 |
| Net foreign exchange (loss) / gain | (778) | 543 | NM |
| Interest on borrowings | (67) | (248) | (73.0) |
| (Loss) / gain on disposal of plant and equipment | (3) | 8 | NM |
| Interest income | 35 | 49 | (28.6) |
| Grants | 454 | 144 | NM |
| Sundry income | 58 | 499 | (88.4) |
| Initial public offering ("IPO") expenses | 865 | - | NM |
| Write-back of allowance for doubtful trade receivables | 44 | 56 | (21.4) |
| Write-off of goodwill | (33) | - | NM |

NM: Not Meaningful



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

STATEMENT OF FINANCIAL POSITION

| | Group | | Company | |
|---|-----------------------|----------------|-----------------------|----------------|
| | As at 31 March | | As at 31 March | |
| | 2010 | 2009 | 2010 | 2009 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Non-current assets | | | | |
| Plant and equipment | 504 | 615 | - | - |
| Investments in subsidiaries | - | - | 15,000 | - * |
| Investments in associates | 110 | 134 | - | - |
| Available-for-sale financial assets | 1,058 | 643 | - | - |
| Other receivables | 184 | 218 | - | - |
| | <u>1,856</u> | <u>1,610</u> | <u>15,000</u> | <u>-</u> |
| Current assets | | | | |
| Inventories | 7,011 | 10,031 | - | - |
| Trade and other receivables | 10,906 | 16,316 | 35 | - |
| Cash and cash equivalents | 13,504 | 8,209 | 2,525 | 18 |
| | <u>31,421</u> | <u>34,556</u> | <u>2,560</u> | <u>18</u> |
| Less: | | | | |
| Current liabilities | | | | |
| Trade and other payables | 9,715 | 15,410 | 829 | 37 |
| Finance lease payables | 73 | 72 | - | - |
| Bank borrowings | - | 4,284 | - | - |
| Current income tax payable | 1,248 | 1,411 | - | - |
| | <u>11,036</u> | <u>21,177</u> | <u>829</u> | <u>37</u> |
| Net current assets / (liabilities) | 20,385 | 13,379 | 1,731 | (19) |
| Less: | | | | |
| Non-current liabilities | | | | |
| Finance lease payables | 16 | 89 | - | - |
| Deferred tax liabilities | 58 | 45 | - | - |
| | <u>74</u> | <u>134</u> | <u>-</u> | <u>-</u> |
| | <u>22,167</u> | <u>14,855</u> | <u>16,731</u> | <u>(19)</u> |
| Capital and reserves | | | | |
| Share capital | 17,967 | 1,040 | 17,967 | - ** |
| Foreign currency translation account | 54 | (2) | - | - |
| Accumulated profits / (losses) | 4,146 | 13,817 | (1,236) | (19) |
| | <u>22,167</u> | <u>14,855</u> | <u>16,731</u> | <u>(19)</u> |

* Denotes investment in a subsidiary comprising of one Singapore Dollar

** Denotes share capital comprising of two Singapore Dollars

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1(b)(ii) Aggregate amount of group's borrowings and debt securities

Amount repayable in one year or less, or on demand

| As at 31.03.10 | | As at 31.03.09 | |
|--------------------|----------------------|--------------------|----------------------|
| Secured S\$'000 | Unsecured S\$'000 | Secured S\$'000 | Unsecured S\$'000 |
| 73 | - | 4,356 | - |

Amount repayable after one year

| As at 31.03.10 | | As at 31.03.09 | |
|--------------------|----------------------|--------------------|----------------------|
| Secured S\$'000 | Unsecured S\$'000 | Secured S\$'000 | Unsecured S\$'000 |
| 16 | - | 89 | - |

Details of any collateral

As at 31 March 2010, our total secured borrowings consists of finance lease payables of approximately S\$89,000, comprising the current portion and non-current portion of finance lease payables which amounted to approximately S\$73,000 and approximately S\$16,000 respectively. Obligations under finance leases are secured by the lessors' title to the leased assets, which will revert to the lessors in the event of default by us.


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

CONSOLIDATED STATEMENT OF CASH FLOWS

| | Group | |
|---|----------------------------|----------------|
| | Year ended 31 March | |
| | 2010 | 2009 |
| | S\$'000 | S\$'000 |
| Cash flows from operating activities | | |
| Profit before income tax | 5,297 | 7,766 |
| Adjustments for: | | |
| Allowance for doubtful third parties trade receivables | 236 | 296 |
| Allowance for inventory obsolescence | 219 | 664 |
| Depreciation of plant and equipment | 228 | 219 |
| Interest expenses | 67 | 248 |
| Interest income | (35) | (49) |
| Write-off of goodwill | 33 | - |
| Write-back of allowance for doubtful trade receivables | (44) | (56) |
| Loss/(gain) on disposal of plant and equipment | 3 | (8) |
| Share of results of associates | 24 | (33) |
| Operating cash flows before working capital changes | 6,028 | 9,047 |
| Working capital changes: | | |
| Inventories | 2,801 | (1,444) |
| Trade and other receivables | 5,252 | (2,835) |
| Trade and other payables | (5,695) | 890 |
| Trust receipts | (4,284) | (2,399) |
| Cash generated from operations | 4,102 | 3,259 |
| Income tax paid | (1,190) | (811) |
| Net cash generated from operating activities | 2,912 | 2,448 |
| Cash flows from investing activities | | |
| Purchase of plant and equipment | (121) | (211) |
| Acquisition of available-for-sale financial assets | (416) | (530) |
| Investments in associates | - | (16) |
| Proceeds from disposal of plant and equipment | 1 | 14 |
| Interest received | 35 | 49 |
| Net cash used in investing activities | (501) | (694) |
| Cash flows from financing activities | | |
| Repayments of obligations under finance leases | (72) | (61) |
| Proceeds from issuance of new shares | 2,967 | - |
| Reversal / (Pledge) of fixed deposits | 20 | (23) |
| Interest paid | (67) | (248) |
| Net cash generated from/(used in) financing activities | 2,848 | (332) |
| Net change in cash and cash equivalents | 5,259 | 1,422 |
| Cash and cash equivalents at beginning of financial year | 7,417 | 5,997 |
| Foreign currency translation | 56 | (2) |
| Cash and cash equivalents at end of financial year | 12,732 | 7,417 |
| Cash and cash equivalents comprise of the following: | | |
| Fixed deposits | 10,435 | 3,273 |
| Cash and bank balances | 3,069 | 4,936 |
| Cash and cash equivalents on statement of financial position | 13,504 | 8,209 |
| Less: Fixed deposit pledged | (772) | (792) |
| Cash and cash equivalents as per consolidated statement of cash flows | 12,732 | 7,417 |



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- 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.

STATEMENTS OF CHANGES IN EQUITY

| Group | Share capital S\$'000 | Foreign currency translation account S\$'000 | Accumulated profits / (losses) S\$'000 | Total attributable to owners of the parent S\$'000 |
|---|--------------------------|---|---|---|
| Balance at 1 April 2009 | 1,040 | (2) | 13,817 | 14,855 |
| Share swap pursuant to the Restructuring Exercise | (1,040) | - | - | (1,040) |
| New shares issued pursuant to the Restructuring Exercise | 15,000 | - | - | 15,000 |
| Merger reserve account pursuant to the Restructuring Exercise | - | - | (13,927) | (13,927) |
| Issuance of new shares | 2,967 | - | - | 2,967 |
| Total comprehensive income for the financial year | - | 56 | 4,256 | 4,312 |
| Balance at 31 March 2010 | 17,967 | 54 | 4,146 | 22,167 |
| Balance at 1 April 2008 | 1,040 | - | 7,425 | 8,465 |
| Total comprehensive income for the financial year | - | (2) | 6,392 | 6,390 |
| Balance at 31 March 2009 | 1,040 | (2) | 13,817 | 14,855 |
| Company | | | | |
| Balance at 1 April 2009 | - * | - | (19) | (19) |
| New shares issued pursuant to the Restructuring Exercise | 15,000 | - | - | 15,000 |
| Issuance of new shares | 2,967 | - | - | 2,967 |
| Total comprehensive loss for the financial year | - | - | (1,217) | (1,217) |
| Balance at 31 March 2010 | 17,967 | - | (1,236) | 16,731 |
| Balance at 1 April 2008 | - * | - | (11) | (11) |
| Total comprehensive loss for the financial year | - | - | (8) | (8) |
| Balance at 31 March 2009 | - * | - | (19) | (19) |

* Denotes share capital comprising of two Singapore Dollars

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- 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 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.**

Details of the changes in issued and paid-up capital of the Company are as follows:

| | Number of shares | Paid-up capital S\$ |
|--|---------------------|---------------------------|
| Shares at incorporation | 2 | 2 |
| New shares issued pursuant to the Restructuring Exercise | 14,999,998 | 14,999,998 |
| | <u>15,000,000</u> | <u>15,000,000</u> |
| Share split of 1 share into 6 shares | 90,000,000 | 15,000,000 |
| Issuance of new shares | 16,000,000 | 2,966,654 |
| | <u>106,000,000</u> | <u>17,966,654</u> |
| Issued and paid-up share capital as at 31 March 2010 | | |

There are no outstanding convertibles as at 31 March 2010 and 31 March 2009.

- 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 end of the immediately preceding year.**

| | As at 31.03.10 | As at 31.03.09 |
|---|-------------------|-------------------|
| Total number of issued shares excluding treasury shares | 106,000,000 | 2 |

The Company has no treasury shares outstanding as at 31 March 2010 and 31 March 2009.

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

Not applicable.

- 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.

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

Save as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period as compared to its audited combined financial statements as at 31 March 2009 as set out in the Offer Document.

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.

In the current reporting period, the Group has adopted all of the new or revised Financial Reporting Standards ("FRS") and Interpretations to FRS ("INT FRS") that are relevant to its operations and are effective for first-time adoption during the current reporting period. The adoption of these new and revised FRS and INT FRS has no material effect on the amounts reported for the current or prior reporting periods.

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

| | Group | |
|---|---------------------------------|------------------------|
| | Year ended 31 March 2010 | 2009 |
| Profit after income tax attributable to owners of the parent (\$'000) | 4,256 | 6,392 |
| Number of ordinary shares outstanding for computation of EPS ('000) | 106,000 | 106,000 ⁽¹⁾ |
| Earnings per ordinary share (cents) (Basic and diluted) | 4.02 | 6.03 |

Note:

(1) For comparative purpose, basic and diluted EPS have been computed based on the post-IPO share capital of 106,000,000 ordinary shares.

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the: -

(a) current financial period reported on; and

(b) immediately preceding financial year.

NET ASSET VALUE ("NAV")

| | Group | | Company | |
|---|-----------------------|-----------------------|-----------------------|-----------------------|
| | As at 31.03.10 | As at 31.03.09 | As at 31.03.10 | As at 31.03.09 |
| NAV per ordinary share (cents) | 20.91 | 14.01 | 15.78 | (0.02) |
| Number of ordinary shares used in computation of NAV per ordinary share ('000) ⁽¹⁾ | 106,000 | 106,000 | 106,000 | 106,000 |

Note:

(1) For comparative purpose, NAV per ordinary share was calculated based on the Company's post-IPO share capital of 106,000,000 ordinary shares as at 31 March 2010 and 31 March 2009.



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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.

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

REVIEW OF INCOME STATEMENT OF THE GROUP

Year ended 31 March 2010 ("FY2010") versus year ended 31 March 2009 ("FY2009")

Revenue

The Group's revenue decreased by approximately S\$19.4 million or 27.3% from S\$70.9 million in FY2009 to S\$51.5 million in FY2010.

Revenue from sale of goods decreased by approximately S\$17.1 million or 30.2% from S\$56.6 million for FY2009 to S\$39.5 million. This was mainly due to a decrease in the number of deliveries of newbuilds and marine and offshore activities during the financial year as demand softened on the back of the global economic downturn. As a result, the sale of goods segment posted the largest dip in segment results for FY2010 relative to the other business segments of the Group.

Revenue from rendering of services decreased by approximately S\$2.0 million or 16.8% from S\$11.9 million for FY2009 to S\$9.9 million for FY2010, as a result of lesser ship maintenance services undertaken during the financial year.

Airtime revenue decreased by approximately S\$0.2 million or 8.3% from S\$2.4 million for FY2009 to S\$2.2 million for FY2010 as a result of a decrease in airtime usage by our customers. This segment is subscription-based and therefore, airtime revenue is generally more stable compared to other business segments of the Group.

Gross profit

The Group's gross profit decreased by approximately S\$2.9 million or 16.1% from S\$17.7 million in FY2009 to S\$14.8 million in FY2010 in line with the decrease in revenue. Nonetheless, overall gross profit margin increased from 24.9% in FY2009 to 28.8% in FY2010 due mainly to lower direct labour cost and less outsourcing of services and maintenance work (as a result of lower number of projects undertaken during the year). Gross profit margin improved across all business segments in FY2010.

Gross profit from sale of goods decreased by approximately S\$3.5 million or 22.7% from S\$15.4 million for FY2009 as compared to S\$11.9 million for FY2010. Gross profit margin of this segment increased from 27.3% in FY2009 to 30.0% in FY2010.

Gross profit from rendering of services increased by approximately S\$0.7 million or 47.6% from S\$1.5 million for FY2009 as compared to S\$2.2 million for FY2010. Gross profit margin of this segment increased from 12.4% in FY2009 to 22.0% in FY2010.

Gross profit from airtime revenue remained at similar level for FY2010 as compared to FY2009 at approximately S\$0.8 million. Gross profit margin of this segment increased from 31.3% in FY2009 to 36.6% in FY2010.

Other income

Other income decreased by approximately S\$0.7 million from S\$1.2 million in FY2009 to S\$0.5 million in FY2010. This was due mainly to the absence of a one-time introducer fee earned of S\$0.4 million and foreign exchange gain of S\$0.5 million recorded in FY2009, which was offset partly by increase in grants of S\$0.3 million in FY2010 due mainly to the jobs credit granted under the Jobs Credit Scheme.

Distribution costs

The Group's distribution costs decreased by approximately S\$1.8 million or 34.0% from S\$5.4 million in FY2009 to S\$3.6 million in FY2010 due mainly to lower commission and employee cost for sales, marketing and support staff on the back of lower sales and profitability recorded during FY2010.



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General and administrative expenses

The Group's general and administrative expenses for FY2010 increased by approximately S\$0.7 million or 13.7% from S\$4.5 million in FY2009 to S\$5.2 million in FY2010. This was due mainly to increase in legal and professional charges of S\$0.9 million, which was offset by decrease in employee cost for administrative and accounts staff of S\$0.3 million on the back of lower profitability achieved during the current financial year. The increase in legal and professional charges was due mainly to expenses incurred in connection with the initial public offering ("IPO") of the Company during the year.

Other expenses

Other expenses recorded in FY2010 of approximately S\$1.2 million was due to allowance for doubtful third parties trade receivables of S\$0.2 million, allowance for inventory obsolescence of S\$0.2 million and foreign exchange loss of S\$0.8 million (incurred mainly due to unfavourable foreign currency movement on United States dollar against Singapore dollar during the financial year).

Finance costs

Finance costs decreased by approximately S\$0.1 million from S\$0.2 million in FY2009 to S\$0.1 million in FY2010 due mainly to lower interest on trust receipts incurred as a result of lower level of borrowings during the financial year.

Profit after income tax attributable to owners of the parent

As a result of the foregoing, profit after income tax attributable to owners of the parent decreased by approximately S\$2.1 million or 33.4% from S\$6.4 million in FY2009 to S\$4.3 million in FY2010. Net profit margin decreased from 9.0% in FY2009 to 8.3% in FY2010, due mainly to IPO expenses and foreign exchange loss incurred during the financial year. Excluding the one-time IPO expenses of S\$0.9 million charged to the income statement, net profit margin would increase to 9.9% for the financial year.

REVIEW OF FINANCIAL POSITION OF THE GROUP

The Group's current assets comprise inventories, trade and other receivables and cash and cash equivalents. Total current assets decreased by approximately S\$3.2 million, from S\$34.6 million as at 31 March 2009 to S\$31.4 million as at 31 March 2010. This is due to a decrease in inventories of S\$3.0 million and trade and other receivables of S\$5.4 million, in line with the Group's decrease in revenue, which is offset by the increase in cash and cash equivalents by S\$5.2 million.

The Group's current liabilities comprise trade and other payables, current portion of finance lease payables and current income tax payable. Total current liabilities decreased by approximately S\$10.2 million, from S\$21.2 million as at 31 March 2009 to S\$11.0 million as at 31 March 2010. This is due to the decrease in trade and other payables and current income tax payable by S\$5.7 million and S\$0.2 million respectively in line with the lower level of business activities for the year. In addition, there was no bank borrowing as at 31 March 2010 compared to approximately S\$4.3 million incurred as at 31 March 2009. The Group remains in net cash position as at 31 March 2010.

The Group's capital and reserves comprise mainly share capital and accumulated profits. As at 31 March 2010, the Group's capital and reserves amounted to approximately S\$22.1 million, comprising mainly share capital of S\$18.0 million and accumulated profits of S\$4.1 million.

REVIEW OF STATEMENT OF CASH FLOW OF THE GROUP

In FY2010, the Group generated net cash from operating activities before working capital changes of approximately S\$6.0 million. Net cash used in working capital amounted to S\$1.9 million which was mainly due to the decrease in trade and other payables of S\$5.7 million and decrease in trust receipts of S\$4.3 million, offset by the decrease in inventories of S\$2.8 million and decrease in trade and other receivables of S\$5.3 million which was in line with the decrease in our revenue. After payment of income tax of S\$1.2 million, the net cash generated from operating activities amounted to S\$2.9 million for FY2010 as compared to S\$2.4 million for FY2009.

Net cash used in investing activities in FY2010 was approximately S\$0.5 million compared to approximately S\$0.7 million in FY2009. The net cash used in investing activities in FY2010 was due mainly to the purchase of plant and equipment of S\$0.1 million and acquisition of available-for-sale financial asset of S\$0.4 million, which was the Group's additional investment in e-MLX Co., Ltd in December 2009.

Net cash generated from financing activities in FY2010 was approximately S\$2.8 million compared to net cash used in financing activities of approximately S\$0.3 million in FY2009. The net cash generated from financing activities in FY2010 was due mainly to the proceeds received from the Company's IPO in October 2009.

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

Not applicable.

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 Group is a leading marine electronics systems integrator and support services provider with a global clientele in the maritime industry. We also provide maintenance and other support services, including the sale of satellite airtime, for the communication, navigation and automation systems onboard vessels. The demand for our systems and services is tied to the level of activities in the maritime industry as well as the delivery of newbuilds, mainly in the region of Southeast Asia.

The regional marine industry has shown signs of recovery, resulting in an improvement in the level of enquiries for our Group's services. However, we remain cautiously optimistic about the Group's prospects for the current financial year, as the operating environment continues to be challenging and competitive. Also, global economic conditions remain uncertain with the debt woes in Europe and there are ongoing concerns regarding China's credit tightening measures. In addition, crude oil prices are volatile and have recently retreated from their recent highs; this could dampen prospects for the marine and offshore sectors.

Taking into consideration the above and barring any unforeseen circumstances that could hamper global economic growth, we expect the recovery in the marine and offshore industry to be gradual.

11. **Dividend**

- (a) **Any dividend declared for the current financial period reported on?**

None.

- (b) **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/recommendeded, a statement to that effect.**

No dividend has been declared or recommended.



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

13. 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

Business Segments

The Group is primarily engaged in three business segments namely:

- (i) Sale of goods;
- (ii) Rendering of services; and
- (iii) Airtime revenue.

The Group adopts these three business segments for its primary segment information.

Financial year ended 31 March 2010

| Group | Sale of goods S\$'000 | Rendering of services S\$'000 | Airtime revenue S\$'000 | Elimination S\$'000 | Total S\$'000 |
|--|--------------------------|-------------------------------------|-------------------------------|------------------------|------------------|
| Revenue | | | | | |
| External revenue | 39,463 | 9,898 | 2,161 | - | 51,522 |
| Inter-segment revenue | 215 | 389 | 2 | (606) | - |
| | <u>39,678</u> | <u>10,287</u> | <u>2,163</u> | <u>(606)</u> | <u>51,522</u> |
| Results | | | | | |
| Segment results | <u>3,942</u> | <u>689</u> | <u>574</u> | <u>-</u> | <u>5,205</u> |
| Unallocated income | | | | | 547 |
| Unallocated expenses | | | | | (364) |
| Finance costs | | | | | (67) |
| Share of results of associates | | | | | (24) |
| Profit before income tax | | | | | 5,297 |
| Income tax expense | | | | | (1,041) |
| Profit after income tax attributable to the owners of the parent | | | | | <u>4,256</u> |
| Capital expenditure | | | | | |
| Plant and equipment | | | | | <u>121</u> |

Financial year ended 31 March 2009

| Group | Sale of goods S\$'000 | Rendering of services S\$'000 | Airtime revenue S\$'000 | Elimination S\$'000 | Total S\$'000 |
|--|--------------------------|-------------------------------------|-------------------------------|------------------------|------------------|
| Revenue | | | | | |
| External revenue | 56,550 | 11,903 | 2,427 | - | 70,880 |
| Inter-segment revenue | 362 | 74 | - | (436) | - |
| | <u>56,912</u> | <u>11,977</u> | <u>2,427</u> | <u>(436)</u> | <u>70,880</u> |
| Results | | | | | |
| Segment results | <u>5,898</u> | <u>531</u> | <u>613</u> | <u>-</u> | <u>7,042</u> |
| Unallocated income | | | | | 1,235 |
| Unallocated expenses | | | | | (296) |
| Finance costs | | | | | (248) |
| Share of results of associates | | | | | 33 |
| Profit before income tax | | | | | 7,766 |
| Income tax expense | | | | | (1,374) |
| Profit after income tax attributable to the owners of the parent | | | | | <u>6,392</u> |
| Capital expenditure | | | | | |
| Plant and equipment | | | | | <u>314</u> |



Geographical Segments

The Group's three business segments operate in four main geographical areas. Revenue is based on the country in which the customer is located. Segment assets consist primarily of plant and equipment, inventories, trade and other receivables and cash and cash equivalents. Segment liabilities consist primarily of trade and other payables, finance lease payables and current income tax payable. Capital expenditure comprises additions to plant and equipment and computer software. Segment assets, segment liabilities and capital expenditure are shown by the geographical area in which the assets and liabilities are located.

Financial year ended 31 March 2010

| Group | Singapore | People's Republic of China | Southeast Asia (other than Singapore) | Others | Elimination | Total |
|--|---------------|----------------------------|---------------------------------------|--------------|----------------|---------------|
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Revenue | | | | | | |
| External revenue | 24,327 | 13,825 | 7,455 | 5,915 | - | 51,522 |
| Inter-segment revenue | 384 | 15 | 207 | - | (606) | - |
| | <u>24,711</u> | <u>13,840</u> | <u>7,662</u> | <u>5,915</u> | <u>(606)</u> | <u>51,522</u> |
| Assets | | | | | | |
| Segment assets | 30,000 | 2,005 | 2,074 | 1,439 | (3,409) | 32,109 |
| Available-for-sale financial assets | 4 | 204 | - | 854 | (4) | 1,058 |
| Investments in associates | 68 | - | 59 | - | (17) | 110 |
| Total assets | <u>30,072</u> | <u>2,209</u> | <u>2,133</u> | <u>2,293</u> | <u>(3,430)</u> | <u>33,277</u> |
| Segment liabilities | <u>9,931</u> | <u>665</u> | <u>828</u> | <u>3,093</u> | <u>(3,407)</u> | <u>11,110</u> |
| Other segment information | | | | | | |
| Capital expenditure | 115 | 4 | 2 | - | - | 121 |
| Allowance for inventory obsolescence | 219 | - | - | - | - | 219 |
| Allowance for doubtful third parties trade receivables | 44 | 92 | 98 | 2 | - | 236 |
| Depreciation of plant and equipment | <u>204</u> | <u>19</u> | <u>5</u> | <u>-</u> | <u>-</u> | <u>228</u> |

Financial year ended 31 March 2009

| Group | Singapore | People's Republic of China | Southeast Asia (other than Singapore) | Others | Elimination | Total |
|--|---------------|----------------------------|---------------------------------------|--------------|----------------|---------------|
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Revenue | | | | | | |
| External revenue | 29,811 | 19,555 | 11,538 | 9,976 | - | 70,880 |
| Inter-segment revenue | 71 | - | 365 | - | (436) | - |
| | <u>29,882</u> | <u>19,555</u> | <u>11,903</u> | <u>9,976</u> | <u>(436)</u> | <u>70,880</u> |
| Assets | | | | | | |
| Segment assets | 28,724 | 3,010 | 3,377 | 2,372 | (2,094) | 35,389 |
| Available-for-sale financial assets | 4 | 204 | - | 439 | (4) | 643 |
| Investments in associates | 68 | - | 66 | - | - | 134 |
| Total assets | <u>28,796</u> | <u>3,214</u> | <u>3,443</u> | <u>2,811</u> | <u>(2,098)</u> | <u>36,166</u> |
| Segment liabilities | <u>15,883</u> | <u>975</u> | <u>2,204</u> | <u>4,340</u> | <u>(2,091)</u> | <u>21,311</u> |
| Other segment information | | | | | | |
| Capital expenditure | 294 | 20 | - | - | - | 314 |
| Allowance for inventory obsolescence | 664 | - | - | - | - | 664 |
| Allowance for doubtful third parties trade receivables | 43 | 77 | 114 | 62 | - | 296 |
| Depreciation of plant and equipment | <u>202</u> | <u>16</u> | <u>1</u> | <u>-</u> | <u>-</u> | <u>219</u> |



JASON MARINE GROUP LIMITED

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(Incorporated in the Republic of Singapore)

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

Please refer to Section 8 of this announcement.

15. A breakdown of sales

| | Group | | Increase / (Decrease) % |
|-------------------------------------|-------------------|-------------------|-------------------------------|
| | FY2010 S\$'000 | FY2009 S\$'000 | |
| Sales reported for first half-year | 29,445 | 35,413 | (16.9) |
| Profit for first half-year | 2,454 | 3,487 | (29.6) |
| Sales reported for second half-year | 22,077 | 35,467 | (37.8) |
| Profit for second half-year | 1,802 | 2,905 | (38.0) |

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

Not applicable.

17. Interested Person Transactions

| Name of interested person | Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and conducted under shareholders' mandate pursuant to Rule 920) | Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000) |
|--------------------------------|---|--|
| | S\$'000 | S\$'000 |
| Foo Chew Tuck | | |
| Lease of office premises from: | | |
| (i) JE Holdings Pte Ltd | 169 | |
| (ii) Unity Consultancy Pte Ltd | 13 | |
| (iii) Jason Harvest Pte Ltd | 35 | |
| Total: | 217 | |
| | | Not applicable |

In addition to the above, Mr. Foo Chew Tuck, Mr. Tan Lian Huat and Mr. Foo Chew Yin (sibling of Mr. Foo Chew Tuck) had provided guarantees and/or indemnities to secure our Group's obligations under certain credit facilities, details of which are set out in pages 120 and 121 of the Offer Document. No fee was paid to the guarantors for the provision of the above guarantees.

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18. Use of Proceeds Update

| Use of IPO Proceeds | Amount allocated | Amount used as at 31 March 2010 |
|-----------------------------------|---------------------|---------------------------------------|
| | S\$'000 | S\$'000 |
| Investments and/or joint ventures | 1,500 | Nil |
| General working capital | 602 | 259 |

BY ORDER OF THE BOARD

Foo Chew Tuck
Executive Chairman
25 May 2010