Eucon Holding Limited
RCB REG NO: 200107762R

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL

Eucon Holding Limited (the "Company") was placed on the watch-list pursuant to Rule 1311 of the Listing Manual of the Singapore Exchange Securities Trading Limited ("SGX-ST") with effect from 5 March 2014.

Pursuant to Rule 1313(2) of the Listing Manual of the SGX-ST, the Board of Directors (the "Board") of the Company wishes to provide the following updates:

Update on Financial Position

(S$' million)	1Q16	1Q15	Fav/ (Unfav) %
Revenue	**9.9**	17.0	*(42)*
Gross Profit	**0.1**	2.3	*(96)*
(Loss) Profit from Operations	**(3.5)**	0.5	*NM*
Finance Costs	**(0.3)**	(0.3)	-
Pre-tax (Loss)Profit	**(3.8)**	0.2	*NM*
Tax Expense	**-**	-	-
Net (Loss) Profit	**(3.8)**	0.2	*NM*

**NM – Not meaningful*

For the three months ended 31 March 2016 ("1Q16"), the Group reported revenue of $9.9 million, a decrease of 42% from $17 million from the corresponding period in 2015 ("1Q15"). It is a decrease across the board with PCB operation bearing the brunt. This is mainly due to low PCB market sentiments globally.

Gross profit decreased from $2.3 million in 1Q15 to $0.1 million in 1Q16. PCB operations posted a gross profit of $0.7 million which was offsetted by Mechanical drilling and Routing segment's gross loss of $0.6 million. The gross loss from Mechanical drilling and Routing is mainly a result of revenue generated for month of January and February being lesser than the fixed manufacturing expenses such as labour cost, electricity and depreciation.

The Group reported a net loss of $3.8 million for 1Q16.

Update on Future Direction

In view of the low business market sentiments globally, management continues to remain cautious and conservative in its outlook.

BY ORDER OF THE BOARD

Wen Yao-Long
Executive Chairman and CEO
26 April 2016