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)	1H15	1H14	Fav/ (Unfav) %		2Q15	2Q14	Fav/ (Unfav) %
Revenue	**29.9**	26.6	*12*		**12.9**	13.7	*(6)*
Gross Profit	**3.1**	2.7	*15*		**0.8**	1.7	*(53)*
Loss from Operations	**(1.6)**	(4.0)	*60*		**(2.1)**	(1.9)	*(11)*
Finance Costs	**(0.7)**	(0.5)	*(40)*		**(0.3)**	(0.3)	-
Pre-tax Loss	**(2.2)**	(4.5)	*51*		**(2.4)**	(2.2)	*(9)*
Tax Expense	**-**	-	-		**-**	-	-
Net Loss	**(2.2)**	(4.5)	*51*		**(2.4)**	(2.2)	*(9)*

**NM – Not meaningful*

For the six months ended 30 June 2015 ("1H15"), the Group reported revenue of $30 million, an increase of 13% from $26.6 million from the corresponding period in 2014 ("1H14"). It is due to an increase in revenue for PCB operations and Routing segments, with PCB operations segment showing the largest percentage increase of 15%. This increase is in line with the Group's renewed focus in strengthening sales and marketing of products to improve revenue.

However, for the three months ended 30 June 2015 ("2Q15"), the Group reported revenue of $12.9 million, a decrease of 6% from $13.7million from the corresponding period in 2014 ("2Q14"). This decrease across the Board is due to weaker business environment as compared to prior period.

Gross profit improved from $2.7 million in 1H14 to $3.1 million in 1H15. PCB operations posted a gross profit of $3.3 million which was partially offsetted by Mechanical drilling and Routing segment's gross loss of $0.2 million. The gross loss from Mechanical drilling and Routing arises from fixed manufacturing expenses such as labour cost, electricity and depreciation.

On a quarterly basis, gross profit decreased from $1.7 million in 2Q14 to $0.8 million in 2Q15.

The Group reported a net loss of $2.4 million for 2Q15 and net loss of $2.2 million for 2Q14.

Update on Future Direction

Eucon Group had seen improvements in cost control after focusing on cost restructuring. Going forward, Eucon Group will focus on strengthening its sales and marketing aspects. FY2015 will be the last financial year for Eucon Group to exit from watchlist status and Eucon Group is working towards fulfilling the exit requirements. Any updates will be announced via SGX portal.

BY ORDER OF THE BOARD

Wen Yao-Long
Executive Chairman and CEO
4 August 2015