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Company [Jetion Holdings Limited](#)
TIDM JHL
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Jetion Holdings Limited

("Jetion" or "the Company")

European Joint Venture, Manufacturing Update & Increased Module Production

Jetion Holdings Limited (AIM: JHL) the manufacturer of solar cells and modules, is pleased to announce the formation of a European joint venture and also further developments with respect to its manufacturing capabilities, both of which are designed to capture more of the value chain and to continue to improve margins in the short to medium term.

European Joint Venture

The Company today announces that it has received PRC government approval to establish Jetion Europe Ltd with two partners, which will enhance the Company's distribution resources and capacity in Europe. Jetion's partners in the new venture are Andreas Gruenberg of Zurich, Switzerland and Sunlynx Anstalt, based in Liechtenstein. In line with the Company's stated strategy, the joint venture will develop closer ties to end customers in the European solar market.

Jetion owns 51% of the new company and the remaining 49% is divided equally between Jetion's two partners both of whom have experience in solar installations in the European market. The majority of Jetion's sales are exported, mostly to Europe.

Manufacturing Update

Third and Fourth Production Lines

The Company is pleased to announce that orders have now been placed for the equipment for the third and fourth solar cell production lines. The equipment is expected to be delivered in the middle of 2008 and on commissioning will double total capacity to 100MW per annum by the end of 2008.

Jetion has also recently commissioned a second wafer slicing machine, as part of its strategy to capture more of the value chain. Jetion's two wafer machines have a capacity of 150,000 wafers per month.

As announced in the Interim Results on 24 September 2007, Jetion's wholly owned Chinese subsidiary Jiangyin Jetion Science & Technology Co., Ltd., has signed two significant contracts for the supply of solar silicon wafers with existing suppliers. The additional supply contracts will enable Jetion to satisfy 90MW of production output over the 2008-10 period on terms that are more favourable on price than its existing contracts, and cover approximately one third of its anticipated production requirements up to the end of 2010.

Both of these supply contracts will contribute to ensure a long term and stable supply of raw materials for Jetion along with the agreements outlined in the Company's Admission Document of 3 July 2007.

Increased Module Production

Increased resource has been allocated to the production of solar modules in order to further improve margins, with production capacity increasing substantially to 35MW per annum.

Jetion has received orders for all of its forecast module production for the remainder of the year.

Commenting on these developments, Dipesh Shah, Chairman of Jetion said:

"The new joint venture will strengthen our business flow into our key market of Europe and we look forward to building the business over the coming months and years.

"The Company is aggressively developing activities across our operations to increase our position in the solar power value chain and to capture additional margin business. The increase in module production and purchase of additional wafer slicing equipment assists with this strategy - and with the targeted capacity increases scheduled for the end of 2008, we are confident that our long term objectives remain on track."

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