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MEDIA RELEASE - CHASEN DELIVERS ALL TIME HIGH RECORD EARNINGS OF S\$7.7 MILLION FOR FY2011 * Financial Statement And Related Announcement

* Asterisks denote mandatory information

Name of Announcer *	CHASEN HOLDINGS LIMITED
Company Registration No.	199906814G
Announcement submitted on behalf of	CHASEN HOLDINGS LIMITED
Announcement is submitted with respect to *	CHASEN HOLDINGS LIMITED
Announcement is submitted by *	LOW WENG FATT
Designation *	MANAGING DIRECTOR
Date & Time of Broadcast	25-May-2011 19:44:05
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>> Announcement Details

The details of the announcement start here ...

For the Financial Period Ended *	31-03-2011
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Description	<p>Please see attached.</p> <p>This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("Sponsor"), Asian Corporate Advisors Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("Exchange"). The Company's Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.</p> <p>This announcement has not been examined or approved by the Exchange and the Exchange 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.</p> <p>The contact person for the Sponsor is Ms Foo Quee Yin Telephone number: 6221 0271</p>
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Attachments

[Chasen_Press_Release_FY2011_Results.pdf](#)

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MEDIA RELEASE – FOR IMMEDIATE RELEASE

Chasen delivers all time high record earnings of S\$7.7 million for FY2011

- **Gross profit margin increased from 24.8% to 27.9% in FY2011 supported by 61% growth in revenue from the higher margin Relocation Services business segment**
- **Balance sheet strengthened further with net gearing reduced from 13.7% to 8.5% as at 31 March 2011**
- **Continued momentum of relocation contract wins will continue to fuel Group's growth for the next financial year**

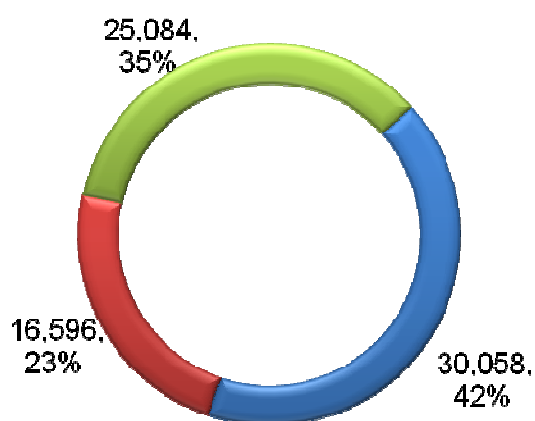
SINGAPORE – 25 May 2011 – Chasen Holdings Limited ("Chasen" or "the Group"), a SGX Catalist listed diversified investment holding company specializing in relocation solutions for sophisticated machinery and equipment with complementary logistics, technical and engineering service capabilities, is pleased to report a year of record net earnings attributable to shareholders for the financial year ended 31 March 2011 ("FY2011").

Financial Highlights

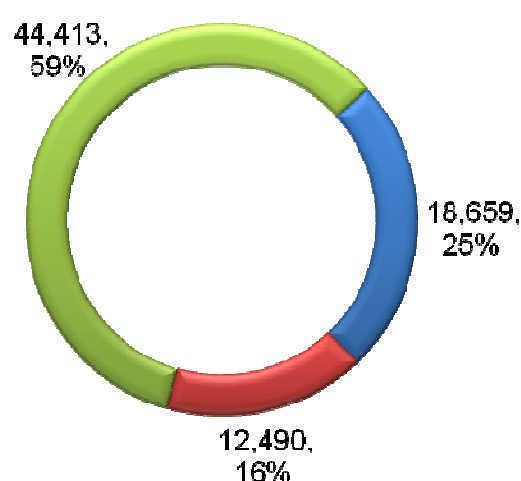
(S\$'000)	4QFY2011	4QFY2010	Change (%)	FY2011	FY2010	Change (%)
Revenue	17,048	21,934	(22)	71,738	75,562	(5)
Gross Profit	4,187	6,783	(38)	19,996	18,762	7
Gross Profit Margin	24.6%	30.9%	-	27.9%	24.8%	-
Net Profit Attributable to Shareholders	3,420	2,346	46	7,743	4,690	65
Net Profit Margin	20.1%	10.7%	-	10.8%	6.2%	-
Basic - Earnings per share (cents)	1.57	1.61	(2)	3.55	3.22	10

Revenue by Business Segments (S\$'000)

FY2011



FY2010



- Relocation Services
- Third Party Logistics
- Technical & Engineering

Revenue decreased marginally by 5% year-on-year ("y-o-y") to S\$71.7 million in FY2011 primarily due to the reduction in revenue from Technical & Engineering from S\$44.4 million to S\$25.1 million offset by the surge in revenue contribution from Relocation Services from S\$18.7 million in FY2010 to S\$30.1 million in FY2011. Chasen has gained strong momentum in relocation contract wins with several major contracts started within the year. Hence, revenue contribution from Relocation Services to the Group's total revenue increased to approximately 42% in FY2011 from 25% last year.

Relocation contracts command higher margin relative to Technical & Engineering and Third Party Logistics projects. Thus, the Group posted higher gross profit and gross profit margin of S\$20.0 million and 27.9% in FY2011 as compared to S\$18.8 million and 24.8% in FY2010 respectively.

New business acquisitions and increase in regional business activities pumped up the operating expenses (inclusive of distribution and selling expenses, administrative expenses and other operating expenses) to approximately S\$15.7 million in FY2011, 32% y-o-y increase from FY2010.

Other operating income more than doubled to S\$4.4 million in FY2011 from S\$1.6 million in FY2010 mainly due to the recording of S\$3.2 million fair value gain on investment property. Chasen purchased this property back in FY2010 jointly with another party. The Group also booked impairment loss on two of its investments in the PRC totaling S\$1.1million.

The Group's net profit attributable to shareholders climbed 65% y-o-y to S\$7.7 million for FY2011 with the net profit margin increasing from 6.2% to 10.8%. The basic earnings per share increased from 3.22 Singapore cents in FY2010 to 3.55 Singapore cents in FY2011.

Balance Sheet

(S\$'000)	31 Mar 2011	31 Mar 2010
Trade receivables, accruals & retention sum	35,011	28,951
Cash and Cash equivalents	8,431	6,957
Total Borrowing and Debt Securities	13,410	12,640
Total Equity	58,433	41,486
Gross Gearing	22.9%	30.5%
Net Gearing	8.5%	13.7%

Trade receivables, accruals and retention sum increased from S\$29.0 million as at 31 March 2010 to S\$35.0 million as at 31 March 2011 mainly due to increase in trade receivables and accruals. The Group recognizes certain portion of its revenue based on percentage-of-completion basis for work done but not yet billed to customers as at balance sheet date. The increase in trade receivables, accruals and retention sums was thus consistent with the series of contract wins secured during FY2011.

The Group embarked on a corporate exercise to issue Rights Share and Warrants in FY2011, on a basis of two Rights Shares for every four existing shares and one free detachable Warrant for every two Rights Share issued. This was warmly accepted by the investment community as it was over-subscribed by 233% and raised total proceeds of S\$9.2 million meant for funding of future growth through capital expenditure and potential M&A opportunities.

The balance sheet remains healthy with a strong cash and cash equivalent balance of S\$8.4 million and lower net gearing ratio of 8.5% as at 31 March 2011. Due to the enlarged share base, net asset value per ordinary share was reduced to 25.4 Singapore cents as at 31 March 2011 as compared to 28.5 Singapore cents in the last corresponding period.

Outlook

Chasen has an established track record as a relocation solutions specialist for multi-national companies in the wafer fabrication, TFT LCD and solar panel manufacturing, semiconductor and consumer electronics industries. Business Times reported in January 2011 that Semiconductor Equipment and Materials International ("SEMI"), a global semiconductor industry body, highlighted that Singapore's total fab capacity rose by 6.8% in 2010, while 300mm capacity grew by 17%, and that South-East Asia, Taiwan and China owns the largest aggregate market share in semiconductor packaging material market in 2010 and 2011¹.

It was also reported that in the next five years from 2009, \$20 billion to \$25 billion will be invested into the semiconductor industry by local governments throughout China. Going

¹ Refer to Business Times article in January 2011 - 26% growth in S'pore 300mm fab capacity likely

forward, the Central government will invest up to \$30 billion in the industry by 2020². These investments will further spur the growth in Chasen's primary customer base which will translate into positive opportunities for the Group.

“This is a record year for us and we are truly grateful to our stakeholders’ unwavering support and vote of confidence. It has been an eventful year for us as we witnessed series of contract wins in our Relocation Services segment particularly in the PRC and we also made strategic acquisitions to move further up the supply chain. I believe Relocation Services will remain our core revenue driver in the next financial year if the current momentum in the industry is maintained.

We have extended our product offerings from Relocation Services to Third Party Logistics Services, and expanded the Technical & Engineering segment to diversify our revenue base and strengthen the Group’s immunity to fluctuating business cycles. The expansion of our service capabilities have allowed us to scale up the supply chain with more value-adding prepositions. Moving forward, I believe we can integrate these three business segments to provide one-stop integrated solutions where we have the capability to build the plant, set up its facilities and relocate machines and equipment.”

Low Weng Fatt, Managing Director

- End -

About Chasen Holdings Limited

Chasen is a sponsored Catalist-listed investment holding company with subsidiaries in specialist relocation solutions, technical and engineering services and third-party logistics, including facilities for the packing and warehousing of sophisticated machinery and equipment for the region's manufacturing industries.

Headquartered in Singapore, Chasen serves industries such as wafer fabrication, TFT display panel production, chip testing & assembly, solar panel assembly, consumer electronics, telecommunications, marine and construction sectors in Singapore, Malaysia, Vietnam and China.

Its diversified revenue base and long-standing customer relationship provide a strong fundamental that would enable the Group to weather business cycles in specific industry. Its business model and growth strategy have positioned the Group to benefit from growth opportunities in the region and to increase the proportion of recurring income in Group revenue.

² For more details, please refer to http://www.semi.org/en/MarketInfo/ctr_027596?id=highlights

For more information please visit the website at: www.chasen.com.sg

Issued for and on behalf of Chasen Holdings Limited

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