

FIRST QUARTER RESULTS * FINANCIAL STATEMENT AND RELATED ANNOUNCEMENT


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* 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 *	Chew Kok Liang
Designation *	Company Secretary
Date & Time of Broadcast	10-Aug-2011 19:46:09
Announcement No.	00210

>> ANNOUNCEMENT DETAILS

The details of the announcement start here ...

For the Financial Period Ended *	30-06-2011
Description	Please see attached.
Attachments	 CHL Annct FS Q1FY2012.pdf Total size =78K (2048K size limit recommended)

CHASEN HOLDINGS LIMITED
(Incorporated in the Republic of Singapore)
Company Registration Number 199906814G

FIRST QUARTER FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE PERIOD ENDED 30 JUNE 2011

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

The directors of Chasen Holdings Limited ("our Company" or "we") are pleased to announce the unaudited operating results for the first quarter ended 30 June 2011.

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

	3 Months Period Ended		
	Q1 FY 2012	Q1FY 2011	Increase/ (Decrease)
	S' 000	S' 000	%
Revenue	28,652	17,025	68
Cost of sales	(18,616)	(11,825)	57
Gross profit	10,036	5,200	93
Other operating income	363	154	136
Distribution and selling expenses	(1,497)	(1,161)	29
Administrative expenses	(4,038)	(2,074)	95
Other operating expenses	(818)	(24)	NM
Finance costs	(279)	(161)	73
Profit before income tax	3,767	1,934	95
Income tax expense	(687)	(358)	92
Net profit for the financial period	3,080	1,576	95

Net profit attributable to :

- Equity holders of the Company	3,294	1,332	147
- Non-controlling interests	(214)	244	NM
	3,080	1,576	95

Earnings per share attributable to equity holders of the Company (cents) [see item 6]

- Basic	1.45	0.84
- Diluted	1.44	0.84

Statement of Comprehensive Income for the three months ended 30 June 2011

	3 Months Period Ended		
	Q1 FY 2012	Q1FY 2011	Increase/ (Decrease)
	S' 000	S' 000	%
Net profit for the financial period	3,080	1,576	95
Other comprehensive income :			
Currency translation differences arising from consolidation	21	(12)	NM
Other comprehensive income/(expense) for the period, net of tax	21	(12)	NM
Total comprehensive income for the period	3,101	1,564	98

Total comprehensive income attributable to:

- Equity holders of the Company	3,282	1,320	149
- Non-controlling interests	(181)	244	NM
Total comprehensive income for the financial per	3,101	1,564	98

NM : not meaningful

1(a)(i) Profit before income tax is determined after charging/(crediting):-

	3 Months Period Ended	
	Q1 FY 2012	Q1FY 2011
	\$' 000	\$' 000
Depreciation of property, plant and equipment	1,128	949
Loss on disposal of property, plant and equipment	20	3
Allowance for doubtful trade receivables	25	-
Amortisation of club membership	5	5
Amortisation of deferred income	-	(5)
Amortisation of intangible assets	105	-
Unrealised foreign exchange loss	43	11
Realised foreign exchange loss	67	13
Interest income	(2)	(1)
Interest expense on bank borrowings	211	102
Finance lease interest	64	38

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

	Group		Company	
	30-Jun-11	31-Mar-11	30-Jun-11	31-Mar-11
	\$' 000	\$' 000	\$' 000	\$' 000
ASSETS				
Non-current assets				
Investment properties	6,765	6,765	-	-
Property, plant and equipment	18,578	17,454	-	-
Fixed deposit	1,000	1,000	1,000	1,000
Financial assets, available-for-sale	2,863	2,710	2,710	2,710
Club membership	33	38	21	25
Other receivables, deposits and prepayments	770	926	-	398
Investments in subsidiaries	-	-	38,075	38,075
Investment in an associated company	1,000	1,000	200	200
Intangible assets	994	1,103	-	-
Goodwill arising on consolidation	7,748	7,178	-	-
Total non-current assets	39,751	38,174	42,006	42,408
Current assets				
Non-current asset, held-for-sale	359	359	-	-
Gross amount due from customers on work-in-progress	1,007	554	-	-
Inventories	1,044	1,302	-	-
Trade receivables, accruals & retention sum	43,256	34,273	-	-
Amount due from subsidiaries	-	-	24,318	23,336
Other receivables, deposits and prepayments	11,601	8,493	2,759	2,676
Cash and bank balances	9,375	8,651	68	67
Total current assets	66,642	53,632	27,145	26,079
LIABILITIES				
Current liabilities				
Bank overdraft	476	354	-	-
Bank loan (secured)	11,563	5,686	1,633	1,857
Trade payables	11,875	11,235	-	-
Other payable and accruals	13,952	7,985	708	525
Deferred income	1	1	-	-
Obligations under hire-purchase contracts	1,981	1,081	-	-
Income tax payable	1,040	565	37	37
Total current liabilities	40,888	26,907	2,378	2,419
Net current assets	25,754	26,725	24,767	23,660
Non-current liabilities				
Bank loan (secured)	2,135	5,014	-	-
Deferred income	-	-	-	-
Obligations under hire-purchase contracts	1,342	1,629	-	-
Deferred income tax liabilities	452	498	-	-
Total non-current liabilities	3,929	7,141	-	-
NET ASSETS	61,576	57,758	66,773	66,068
EQUITY				
Capital and reserve attributable to equity holders of the Company				
Share capital	37,747	36,947	67,275	66,475
Capital reserve	69	69	-	-
Treasury shares	(92)	(9)	(92)	(9)
Currency translation reserve	(1,301)	(1,289)	-	-
Performance share plan reserve	96	96	96	96
Fair value reserve	(2,171)	(2,171)	(2,171)	(2,171)
Retained profits	21,925	18,631	1,665	1,677
	56,273	52,274	66,773	66,068
Non-controlling interests	5,303	5,484	-	-
Total equity	61,576	57,758	66,773	66,068

- 1(b)(ii) Aggregate amount of group's borrowings and debt securities.
(a) Amount repayable in one year or less, or on demand

30-Jun-11		31-Mar-11	
S\$' 000	S\$' 000	S\$' 000	S\$' 000
Secured	Unsecured	Secured	Unsecured
13,544	-	6,767	-

- (b) Amount repayable after one year

30-Jun-11		31-Mar-11	
S' 000	S' 000	S' 000	S' 000
Secured	Unsecured	Secured	Unsecured
3,477	-	6,643	-

Details of any collateral

The bank loans are secured by legal mortgage of the leasehold building (as at 30 June 2011), debenture with a fixed charge on certain plant and equipment, corporate guarantee from Chasen Holdings Limited and Chasen Logistics Services Limited, pledge of fixed deposits amounting to \$1,420,285 and assignment of contract proceeds from specific projects undertaken by certain subsidiaries. They are repayable over a period of 6 months to 20 years. Interest is charged at range from 2.11% to 10.88% per annum (31 March 2011: 2.11% to 10.88%).

The above bank borrowing includes the Group's utilised finance leases to acquire equipment and motor vehicles (represented by present value).

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

	3 Months Period Ended	
	Q1 FY 2012 S\$' 000	Q1 FY 2011 S\$' 000
Cash flows from operating activities:-		
Profit before income tax	3,767	1,934
Adjustments for:		
Depreciation of property, plant and equipment	1,128	949
Loss on disposal of plant and equipment	20	3
Allowance for doubtful trade receivables	25	-
Amortization of club membership	5	5
Amortization of deferred income	-	(5)
Amortization of intangible assets	105	-
Interest income	(2)	(1)
Interest expense	275	140
Operating profit before working capital changes	5,320	3,025
Gross amount due from customers on work-in-progress	(453)	(215)
Inventories	258	(219)
Trade and other receivables	(11,169)	(4,874)
Trade and other payables	5,533	1,521
Cash generated from/(used in) operations	(512)	(762)
Income tax paid	(258)	(247)
Net cash (used in)/from operating activities	(770)	(1,009)
Cash flows from investing activities:-		
Acquisition of subsidiaries, net of cash acquired	207	-
Investment in financial assets, available-for-sale	-	(545)
Purchase of plant and equipment	(1,809)	(475)
Proceeds from disposal of plant and equipment	156	32
Interest received	2	1
Net cash used in investing activities	(1,444)	(987)
Cash flows from financing activities:-		
Proceeds from right issue, net	-	9,190
Interest paid	(275)	(140)
Proceeds from bank loans	7,471	2,152
Repayment of bank loans	(4,720)	(1,102)
Repayment of hire purchase contracts	539	(448)
Purchase of treasury shares	(83)	-
Placement of pledged fixed deposits with banks	-	-
Net cash from financing activities	2,932	9,652
Net increase in cash and cash equivalents	718	7,656
Cash and cash equivalents at beginning of period	6,877	5,341
Effect of exchange rate changes on balances in foreign currencies	(116)	54
Cash and cash equivalents at end of period	7,479	13,051
Cash and cash equivalents comprise:-		
Cash and bank balances	7,955	13,299
Fixed deposits	1,420	1,412
	9,375	14,711
Less: Fixed deposits pledged	(1,420)	(1,412)
Bank overdrafts	(476)	(248)
	7,479	13,051

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 the capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Share capital	Capital reserve	Treasury shares	Currency translation reserve	Performance share plan reserve	Fair value reserve	Retained profits	Attributable to equity holders of the Company	Non-controlling interests	Total equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Group										
Balance as at 1 April 2011	36,947	69	(9)	(1,289)	96	(2,171)	18,631	52,274	5,484	57,758
Issue of shares arising from acquisition of subsidiary	800	-	-	-	-	-	-	800	-	800
Cost of share-based payments	-	-	(83)	-	-	-	-	(83)	-	(83)
Total comprehensive income for the period	-	-	-	(12)	-	-	3,294	3,282	(161)	3,101
Balance as at 30 June 2011	37,747	69	(92)	(1,301)	96	(2,171)	21,925	56,273	5,303	61,576
Balance as at 1 April 2010	23,737	-	(358)	32	160	-	13,040	36,611	4,875	41,466
Increase in share capital arising from rights issue	9,190	-	-	-	-	-	-	9,190	-	9,190
Increase in non-controlling interests	-	-	-	-	-	-	-	-	731	731
Total comprehensive income/(expense) for the period	-	-	-	(12)	-	-	1,331	1,319	244	1,563
Balance as at 30 June 2010	32,927	-	(358)	20	160	-	14,371	47,120	5,850	52,970

	Share capital	Treasury shares	Performance share plan reserve	Fair value reserve	Retained profits	Total equity
	\$'000	\$'000	\$'000	S\$'000	S\$'000	S\$'000
Company						
Balance as at 1 April 2011	66,475	(9)	96	(2,171)	1,677	66,068
Increase in share capital arising from acquisition of subsidiary	800	-	-	-	-	800
Cost of share-based payment	-	(83)	-	-	-	(83)
Total comprehensive income / (expense) for the period	-	-	-	-	(12)	(12)
Balance as at 30 June 2011	67,275	(92)	96	(2,171)	1,665	66,773
Balance as at 1 April 2010	53,265	(358)	160	-	1,671	54,738
Increase in share capital arising from rights issue	9,190	-	-	-	-	9,190
Total comprehensive income / (expense) for the period	-	-	-	-	43	43
Balance as at 30 June 2010	62,455	(358)	160	-	1,714	63,971

- 1(d)(ii) Details of any changes in the Company's share capital arising from right issue, bonus issues, 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 well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, 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.

	Q1 FY 2012	Q1FY 2011
Balance at 1 April	230,263,566	145,494,162
Rights issue	-	72,747,081
Conversion of 180 warrants shares	-	180
Issue of shares arising from acquisition of subsidiary	2,554,278	-
Share buyback as treasury shares	(251,000)	-
Balance at 30 June	232,566,844	218,241,423

As at 30 June 2011, the number of outstanding warrants is 36,292,952 (30 June 2010 - 36,373,264).

- 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 the end of the immediately preceding year.

	30-Jun-11	31-Mar-11
Total number of ordinary issued shares	232,566,844	230,263,566

- 1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares 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.

	Q1 FY 2012	Q1FY 2011
Balance at 1 April	34,802	1,499,944
Share buyback as treasury shares	251,000	-
Balance at 30 June	285,802	1,499,944

- 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.
- 3 Whether the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).
Not applicable.
- 4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.
The Group has applied the same accounting policies and method of computation in the current period financial statements as those of the previous audited financial statements.

The Group has adopted the new and revised Singapore Financial Reporting Standards ("FRSs") that are mandatory for financial years beginning on and after 1 January 2011, where applicable. The adoption of these standards did not result in substantial changes to the Group's accounting policies, and there is no material impact on the retained earnings of the Group as at 30 June 2011.
- 5 If there are any changes in the accounting policies and methods of computation, including any required by any accounting standard, what has changed, as well as the reasons for, and the effect of, the change.
Not applicable.
- 6 Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends

Earnings per share (EPS)

	Group 3 Months Period Ended	
	Q1 FY 2012	Q1FY 2011
EPS based on average number of shares (cents)	1.45	0.84
EPS based on a fully diluted basis (cents)	1.44	0.84
Weighted average number of shares ('000)	227,652	158,148
Weighted average number of shares - diluted ('000)	228,550	158,873

- 7 Net asset value (for the issuer and group) per ordinary share based on the total number of shares excluding treasury shares of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year.

Net asset value (NAV)

Number of shares ('000)
NAV (cents)

Group		Company	
30-Jun-11	31-Mar-11	30-Jun-11	31-Mar-11
232,567	230,264	232,567	230,264
26.5	25.4	28.7	29.0

- 8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial year reported on.

Revenue

The Group's revenue for the 1st quarter of the financial period ended 30 June 2011 ("Q1FY2012") increased by 68% to \$28.7 million from \$17.0 million as compared to the corresponding period a year ago ("Q1FY2011").

Of this, the Relocation Services Business Segment contributed \$17.9 million which is 120% increase over that of Q1FY2011 of \$8.1 million particularly from our People's Republic of China's ("PRC") operations. Similarly, the revenue of Engineering Business Segment also increased 37% this quarter from \$5.8 million in Q1FY2011 to \$7.9 million in this quarter. The revenue from Third Party Logistics Services Business Segment however reduced from \$3.1 million in Q1FY2011 to \$2.8 million this quarter.

Gross Profit Margin

The Group's gross profit for Q1FY2012 increased by 93% to \$10.0 million from \$5.2 million in Q1FY2011 was in line with the increased revenue. It recorded an increase in gross profit margin of 35% in Q1FY2012 compared with a gross profit margin of 31% in Q1FY2011 due to higher contribution from the better margin Relocation Business Segment.

Other Income

Other income increased by \$0.2 million from \$0.1 million in Q1FY2011 to \$0.3 million in Q1FY2012 resulting from the acquisition of a new subsidiary.

Operating Expenses

The increase in distribution and selling expenses was in tandem with the increase in revenue from our PRC's operations.

The increase in administrative expenses resulted from the acquisition of new subsidiaries (\$0.5 million), increased professional fees and other expenses (\$1.2 million) as well as depreciation charges (\$0.1 million).

The increase in other operating expenses resulted from increased provision for intangible assets (\$0.1 million), increase in realised and unrealised foreign exchange losses (\$0.1 million) as well as provision for doubtful debts (\$0.3 million).

The increase in finance costs resulted from increased bank loans and hire purchases in line with increased business operations.

Profit before and after tax

As a result of the abovementioned, the Group nearly doubled its before tax profit to \$3.8 million and an increase in profit after tax from \$1.6 million in Q1FY2011 to \$3.1 million in Q1FY2012.

Balance Sheet

The increase of \$1.1 million in the fixed assets resulted from the acquisition of new subsidiaries and purchase of equipment.

For Q1FY2012, the trade receivables, accruals and retention sum comprised \$33.4 million in trade receivables, accrued revenue of \$8.8 million, \$1.1 million retention sum and an amount of \$6.2 million is under arbitration. The increase of \$9.0 million in the trade receivables is in line with the increased revenue and consistent with the payment terms accorded to customers.

The increase of \$3.0 million in the other receivables, deposits and prepayments resulted from acquisition of new subsidiaries, project loans and prepayments.

The increase of \$0.6 million in the trade payables was mainly due to increase in purchases.

The increase of \$6.0 million in the other payables and accruals was mainly due to increase in accrual of project costs.

The increase of \$3.0 million in the bank loan and \$0.6 million in hire purchase was in line with increased business operations.

Cash Flow

The Group recorded a net cash outflow of \$0.8 million from operating activities for Q1FY2012 as compared to a net cash outflow of \$1.0 million for Q1FY2011. This was mainly due to increase in trade and other receivables as well as trade and other payables.

The Group recorded a \$1.4 million net cash outflow from investing activities due to purchase of fixed assets.

Net cash inflow from financing activities of \$2.9 million was mainly attributable to proceeds from bank loans.

Cash and bank balances as at 30 June 2011 decreased by \$5.6 million, to \$7.5 million as compared to \$13.1 million at 30 June 2010.

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

There was no forecast or prospect statement.

- 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 continuation of several relocation projects in the People's Republic of China ('PRC') and commencement of new projects in Singapore and Malaysia contributed to the significant increase in revenue from the Relocation Business Segment for the first quarter of this financial year and is expected to continue to contribute to total group revenue for the rest of the financial year.

The increase in revenue of \$2.1 million from the Technical and Engineering Business Segment reflected their success in securing projects in the first quarter and is expected to contribute further to total group revenue.

Barring unforeseen circumstances, the Group expects to be profitable for the rest of the financial year.

- 11 Dividend

(a) Current Financial Period Reported on

Any dividend declared for the current financial period reported on? None.

Name of dividend :

Dividend type :

Dividend rate :

Par value of shares :

Tax rate :

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? None.

Name of dividend :

Dividend type :

Dividend rate :

Par value of shares :

Tax rate :

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

- 12 If no dividend has been declared/recommended, a statement to that effect.

No dividend has been recommended for the financial period ended 30 June 2011.

BY ORDER OF THE BOARD

Low Weng Fatt
Managing Director
10 August 2011



Confirmation by the Board pursuant to Clause 705(5) of the Listing Manual

We, Low Weng Fatt and Siah Boon Hock, being two directors of Chasen Holdings Limited ("Company"), do hereby confirm on behalf of the board of directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the unaudited financial results for the financial period ended 30 June 2011 to be false or misleading in any material respect.

On behalf of the board of directors

Low Weng Fatt
Managing Director
10 August 2011

Siah Boon Hock
Executive director

This announcement has been prepared by the Company and its content 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.

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.

*The contact person for the Sponsor is Ms Foo Quee Yin
Tel: 6221 0271*