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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
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>> Announcement Details

The details of the announcement start here ...

Announcement Title *

SALE AND PURCHASE AND INVESTMENT AGREEMENT

Description

Please see attached.

Attachments[Annt Sale And Purchase And Investment Agreement.pdf](#)Total size = **21K**
(2048K size limit recommended)[Close Window](#)

CHASEN HOLDINGS LIMITED
(Company Registration No. 199906814G)
Incorporated in the Republic of Singapore

SALE AND PURCHASE AND INVESTMENT AGREEMENT

1. Background

The Board of Directors of Chasen Holdings Limited (the “Company”) wishes to announce that the Company has, on 28 February 2008, entered into a Sale and Purchase and Investment Agreement (“Agreement”) with Sia Keng Cheong, Sia Chiang Hun, Tang Hup Soon, Sia Beng Hock, Sia Son Chiong, Tang Chwee Heng, Ong Kiang Hong and Tan Kian Sin (the “Vendors”) and Cheng Chee Chai to acquire 900,000 shares representing 60% of Hup Lian Engineering Pte Ltd (“HLE”) from the Vendors for a cash consideration of S\$720,000. In addition, the Company will subscribe for 375,000 new ordinary shares (representing 60% of the increase in capital) in HLE for a cash consideration of S\$300,000.

2. Information on HLE

HLE is incorporated in Singapore. Its principal activities are specialized engineering and structural steel fabrication supplier and installation service provider to the local construction and energy related industries. HLE is ISO9001:2000 certified and accredited structural steel fabricator for category S2 by the Singapore Structural Steel Society in 2005. HLE’s steel fabrication and installation capabilities have seen their involvement in construction projects of customers in the marine, property development and oil and gas industries.

HLE’s order book for steel fabrication and installation projects in the current fiscal year is worth S\$22.0 million, which is expected to be completed by the end of calendar year 2008. It includes projects from Keppel FELS, Shimizu Corporation, PPL Shipyard Pte Ltd and Swire Pacific Offshore and Bovis Lend Lease. It has tendered for and is currently negotiating projects worth another S\$10.0 million, including a project for the Sentosa Integrated Resort.

3. Consideration

The consideration (“Consideration”) for the Transactions was determined on a willing buyer and willing seller basis and arrived at after arm’s length negotiations between the Company and the Vendors. The Consideration was based on, inter alia, the unaudited net tangible assets value of HLE of approximately S\$1,140,000 as at 31 May 2007. In the event that the net audited profit after tax (“NPAT”) for the 12 months period after the completion exceeds S\$400,000, the consideration will be adjusted in accordance to the terms of the Agreement.

4. Rationale for the Transactions

The Transactions are in line with the Group's policy to invest in potential profitable business and to diversity its revenue stream. In addition, HLE's expertise in the engineering and construction industry will be complementary to the Group's recent acquisitions in the engineering service business segment.

5. Financing

The Transactions was funded by the proceeds from the recent rights issue.

6. Financial Effects of the Transaction

The Transactions are not expected to have a material effect on the net tangible asset value and earnings of the Company and the Group for the financial year ending 31 March 2008.

7. Interest of Directors and Controlling Shareholders

None of the Directors and Substantial Shareholders of the Company has any interest, directly or indirectly, in the Transactions.

By order of the Board

Low Weng Fatt
Managing Director

4 March 2008