

CHOSEN

CHOSEN HOLDINGS LIMITED

(Unique Entity No.: 199804325C)

Incorporated in the Republic of Singapore

CHOSEN HOLDINGS POSTS 15% INCREASE IN NET PROFIT To S\$3.9 MILLION FOR FY2015

Highlights:

- Gross profit increased by 10.5% to S\$9.4 million with improved gross margin
- Proposed first and final dividend of 0.83 Singapore cent per share representing a dividend payout of 58%
- The Group may increase capacity in Singapore to cater to the strong demand

FYE 30 June (S\$'000)	FY2015	FY2014	YoY Change
Revenue	117,242	117,809	↓ 0.5%
Gross Profit	9,446	8,552	↑ 10.5%
Profit Before Tax	5,202	4,524	↑ 15.0%
PATMI	3,884	3,386	↑ 14.7%
Earnings Per Share (Singapore cents)	1.37	1.18	↑ 16.1%
Dividends Per Share (Singapore cents)	0.83	0.72	↑ 15.3%

SINGAPORE, 20 August 2015 – Mainboard-listed **Chosen Holdings Limited** and its subsidiaries (“**Chosen**” or the “**Group**”), a leading integrated and innovative manufacturing solutions provider, today announced a 15% increase in net profit attributable to shareholders to S\$3.9 million for the financial year ended 30 June 2015 (“FY2015”), from S\$3.4 million a year ago.

The Board is recommending a first and final tax exempt one-tier dividend of 0.83 cents per share for the year.

Mr Chow Kok Hwee, Chief Executive Officer of Chosen said: *“We are pleased to deliver another year of increased profitability amid slowing global economic growth and rising cost pressures. We will continue to build on our core competence as a precision component supplier and intensify efforts to develop innovative solutions in collaboration with customers.”*

For FY2015, Singapore continued to be our largest revenue contributor at 43%, followed by China, Malaysia and Thailand at 31%, 16% and 10% respectively.

Revenue from Singapore increased by 39% to S\$50.7 million due mainly to higher demand for appliance motor, commercial equipment, medical devices and data media storage products.

The Malaysia operation registered revenue of S\$19.2 million, up 10%, on higher orders for commercial equipment products. Revenue from Thailand and China decreased by 36% and 22% to S\$11.7 million and S\$36 million respectively. This is due to lower orders for communication products at the Thai plants and for automotive, retail solution and printing and imaging products at the China plants. As such, overall revenue dipped 0.5% to S\$117.2 million in FY2015.

Gross margin improved to 8.1% in FY2015, from 7.3% a year ago due mainly to sale of higher value-added products by the Singapore and Malaysia operations. Gross profit increased by 10.5% to S\$9.4 million in FY2015. This coupled with lower distribution and administrative expenses and finance costs led to a 15% increase in net profit attributable to shareholders to S\$3.9 million.

Financial Position

The Group's financial position remains strong. As at 30 June 2015, the Group had net assets of S\$66.9 million, translating into a net asset value per share of 23.77 Singapore cents, up from 23.11 Singapore cents as at 30 June 2014. Cash and cash equivalents increased to S\$21.3 million, from S\$18.6 million a year ago.

Outlook

In Singapore, demand for appliance motor, commercial equipment, medical devices as well as data media storage products is expected to remain strong. The Group may expand capacity to cater to the increase in demand. In Malaysia, commercial equipment and transportation machinery products will continue to grow. Orders for communication products in Thailand are expected to be weak while in China, automotive, printing and imaging and retail solution products will continue to contribute to revenue. FY2016 will mark the start of operations of the Chonburi plant in Thailand and the launch of several new programs in China.

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This news release is to be read in conjunction with the Company's announcement posted on the SGX website on 20 August 2015.

ABOUT CHOSEN HOLDINGS LIMITED (SGX STOCK CODE: C10)

Founded in 1986, Chosen Holdings Limited and its subsidiaries (“**Chosen**” or the “**Group**”) is a leading integrated and innovative manufacturing solutions provider. It has established a strong track record of delivering innovative solutions of the highest quality.

Chosen offers a full suite of services, including product design & development, mould design & fabrication, precision plastic injection moulding & secondary processes, modular assembly, PCB assembly and final product assembly services, to meet customised requirements of its reputable clientele.

The Group has a total of 10 manufacturing facilities across Singapore, Malaysia, Thailand and the People's Republic of China (Dongguan, Shanghai and Wuxi) equipped with about 300 machines. The manufacturing plants are ISO 9001:2000 and ISO 14001 certified, Underwriters' Laboratories Inc approved and meet RoHS standards for shipment to the European Union. All its plants that manufacture automotive products are TS 16949 certified. In addition, one of its Singapore plants was certified JIS Q13485:2005 for the contract manufacturing of medical diagnostic kits.

The Group's in-depth knowledge of advanced plastic applications and expertise in both precision moulding and enclosure moulding of products of the highest complexity, enables Chosen to value add and produce higher-margin niche products.

Over the years, Chosen has built long-term partnerships with customers, including the world's product leaders in the printing and imaging, hard disk media, automotive, medical devices, retail solutions and communication equipment industries. The Group has received awards and accolades from its customers in recognition of its outstanding quality and service.

Chosen was awarded the Best Annual Report Gold Award at the Singapore Corporate Awards 2014 for its comprehensive and transparent disclosure to its shareholders.

For more information, please visit the company website at www.chosen.com.sg

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