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

SUBSCRIPTION OF 99,999 ORDINARY SHARES IN CITYZONE EXPRESS PTE. LTD.

The Board of Directors of Chasen Holdings Limited (the "**Company**") wishes to announce that it has on 1 April 2016 subscribed 99,999 ordinary shares in the share capital of its wholly-owned subsidiary, Cityzone Express Pte. Ltd. ("**Cityzone**") by capitalising up to S$99,999.00 out of Cityzone's retained earnings (the "**Subscription**").

Prior to the Subscription, the issued and paid-up share capital of Cityzone is S$1.00 divided into 1 ordinary share. Following the Subscription, Cityzone remains as a wholly-owned subsidiary of the Company, and its issued and paid up share capital is increased to S$100,000.00.

1. Information on Cityzone

Cityzone, formerly known as Chasen Leasing Pte. Ltd. is a private company limited by shares incorporated on 25 March 2008 in Singapore and carried on the business of leasing. Following the change of its company name with effect from 24 March 2016, Cityzone carries on the business of investment holding and freight forwarding, logistics, relocation, warehousing and general contractors.

2. Rationale for and benefit of the Subscription

The Group intends to use Cityzone as the special purpose vehicle for investing and expanding its third party logistics business in the region. The Group aims to continue expanding third party logistics business with a view to enhance sustainable growth and Shareholder value over the long-term.

3. Financing and Financial Effects of the Subscription

The Subscription was funded entirely through internal resources.

The Subscription is not expected to have any material impact on the consolidated net tangible assets and consolidated earnings per share of the Company for the financial year ending 31 March 2016.

4. Interest of Directors and Controlling Shareholders

None of the Directors or Substantial Shareholders of the Company has any interest, direct or indirect, in the Subscription, other than their shareholdings in the Company.

By Order of the Board

Low Weng Fatt
Managing Director and CEO

1 April 2016