
PROFIT WARNING ANNOUNCEMENT

The Board of Directors (the “**Board**”) of Chasen Holdings Limited (the “**Company**”) and its subsidiaries (the “**Group**”) deems it appropriate to inform the shareholders of the Company and potential investors that the Group is expected to report a loss for the fourth quarter ended 31 March 2016 (“**Q4FY2016**”) and financial year ended 31 March 2016 (“**FY2016**”) based on the preliminary review of the Group’s unaudited financial results.

Although the Group operated profitably in FY2016, the Board has decided to exercise prudence in view of the prevailing weakness in the regional economies that the Group operates in. The Group has therefore adopted a conservative approach to review the collectability of certain receivables particularly from the Technical and Engineering business segment of the Group. As a result of a one-off higher than usual provision for doubtful debts, the Group is expected to report a pre-tax loss for FY2016. The Group will use its best endeavour to collect outstanding receivables and any amount collected in FY2017 is expected to be recognised in 2017.

Further details of the Group’s financial performance will be made available when it announces its Q4FY2016 and FY2016 financial results.

Shareholders and potential investors should exercise caution when dealing in securities of the Company. Persons who are in doubt as to the action they should take should consult their stockbroker, bank manager, solicitor accountant or other professional advisers.

By Order of the Board

Low Weng Fatt
Managing Director and CEO

21 May 2016