CHASEN HOLDINGS LIMITED
Unique Entity Number 199906814G
Incorporated in the Republic of Singapore

Press Release
(For Immediate Release)

Chasen witnesses 17% growth in revenue to S$25.4 million in Q1FY2015

- **Chasen's revenue and gross profit increased 17% and 18% respectively to S$25.4 million and S$5.4 million in Q1FY2015**

- **Revenue from Third Party Logistics business segment increased 40% to S$7.3 million in Q1FY2015 from S$5.2 million a year ago offset by a slight reduction of $0.2 million in the Technical & Engineering business segment to S$9.7 million**

- **Relocation business segment revenue grew 27% to S$8.4 million as it continues to see positive momentum of international and local manufacturers relocating their plants to lower cost centers within the People's Republic of China as well as Vietnam**

- **The Group remains positive about the upcoming year and will continue to explore growth opportunities**

Financial Highlights

Description	Q1FY2015 (S$ million)	Q1FY2014 (S$ million)	Change
Revenue	**25.40**	**21.66**	**17%**
Gross Profit	**5.40**	**4.57**	**18%**
Profit before tax from operations	**0.64**	**0.55**	**17%**
Profit after tax	**0.40**	**0.46**	**-14%**
Profit attributable to Equity Holders of the Company	**0.15**	**0.30**	**-50%**

Singapore, 14 Aug 2014 – SGX Mainboard-listed Chasen Holdings Limited ("Chasen" or the "Group"), an investment holding company with subsidiaries in Specialist Relocation solutions,

Technical & Engineering services and Third-Party Logistics, is pleased to announce its financial performance for the three months ended 30 June 2014 ("Q1FY2015").

In Q1FY2015, the Group's total revenue increased 17% from S$21.7 million last year to S$25.4 million. This was mainly attributable to Third Party Logistics business segment, which saw a 40% increase from S$5.2 million in the previous corresponding quarter ("Q1FY2014") to S$7.3 million in Q1FY2015. The gain was a result of increased contribution from the Singapore and Malaysia markets.

Additionally, the Group also saw a 27% growth in revenue for the Relocation business segment to S$8.4 million in Q1FY2015 from S$6.6 million in Q1FY2014. The increase was a result of several relocation projects that had commenced in the People's Republic of China ('PRC') and Vietnam. There was a slight reduction of $0.2 million in revenue for Technical & Engineering business segment to S$9.7 million.

Profitability

The Group's gross profit in Q1FY2015 stood at S$5.4 million, which translated to an improvement of 18% from the S$4.6 million in Q1FY2014. Correspondingly, gross profit margin in Q1FY2015 grew marginally to 21.3% from 21.1% in Q1FY2014.

The slight increase in distribution and selling expenses in Q1FY2015 was a result of marketing expenses to secure new projects in Malaysia and the PRC. Administrative expenses rose 10% from S$3.0 million to S$3.3 million due to increases in depreciation expenses and corporate costs as well as the grant of awards under the Company's performance share plan. The increase was partially negated by the lower legal cost in the quarter. Finance costs had increased because of the increase in interests paid for term loan and factoring charges offset by reduction in hire purchase interests expense. The share of loss in an associate was $43,000 for this quarter (1QFY2014: Nil).

As a result of the above, the Group reported a profit before tax of S$0.6 million in Q1FY2015. The profit after tax declined slightly to S$0.4 million during the quarter as a result of tax paid for overseas business units where the Group was unable to enjoy group tax relief.

Balance Sheet and Cash Flow

Property, plant and equipment decreased S$2.0 million mainly due to depreciation, the disposal of some equipment and a reclassification of a property to investment properties.

As at 30 June 2014, the trade receivables, accruals and retention sum of $37.6 million comprised S$20.2 million in trade receivables, S$16.0 million in accrued revenue and S$1.4 million in retention sum. Trade payables & other payables and accruals remained constant at S$12.8 million and S$6.3 million respectively compared to the last financial year end.

Bank loan and bank overdraft decreased S$1.1 million and S$0.5 million respectively due to repayments in the quarter. Hire purchase obligations also decreased S$0.7 million as a result of scheduled repayments.

The Group registered a net cash flow of S$1.8 million from operating activities in Q1FY2015. As at 30 June 2014, cash and cash equivalents (excluding the pledged fixed deposits) stood at S$9.3 million, an increase of S$0.4 million as compared to S$9.0 million recorded at the beginning of Q1FY2015.

Outlook

The continuing execution of several Relocation projects in China and Vietnam together with the commencement of new projects in Malaysia contributed to increased revenue in the Relocation business segment and is expected to continue for the rest of FY2015.

In addition, the successful penetration into new market sector by the Group's subsidiary in Malaysia is expected to contribute significantly to the revenue growth in Third Party Logistics business segment as the Group continues to secure more new projects going forward.

Commenting on the Group's outlook, Mr Justin Low, Group Managing Director and Chief Executive Officer, said, ***"We are pleased to have a good start into FY2015 and we will continue to enhance our competitiveness in order to cope with the diverse needs of our multinational clients. Going forward, we also look towards exploring growth opportunities in the coming quarters."***

In essence, the Group would focus concerted efforts on improving margins and profit by lowering the administrative costs throughout.

- End of Release -

About Chasen Holdings Limited *(Bloomberg: CHLD:SP ; Reuters: CHHL:SI)*

Chasen Holdings Limited is a SGX Mainboard listed investment holdings company with subsidiaries in specialist relocation solutions, technical and engineering services and third-party logistics, including facilities for the packing and warehousing of sophisticated machinery and equipment for the region's manufacturing industries.

Headquartered in Singapore, Chasen serves industries such as wafer fabrication, TFT display production, chip testing and assembly, solar panel assembly, consumer electronics, telecommunications, marine and construction sectors in Singapore, Malaysia, Vietnam and China.

Its diversified revenue base and long-standing customer relationship belies its strong fundamental, which enables the Group to weather various business cycles in specific industries. Its business model and growth strategy are set to propel the Group in terms of riding on opportunities in the region and building upon its recurring income base.

ISSUED ON BEHALF OF **CHASEN HOLDINGS LIMITED**

BY CAPITAL ACCESS COMMUNICATIONS PTE LTD

Neo Aik Kee
Email: aikkee@capitalaccess.com.sg
Mobile: +65 9793 0504

Edwin Lee
Email: edwinlee@capitalaccess.com.sg
Mobile: +65 9660 7361