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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 *	Siah Boon Hock
Designation *	Executive Director
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>> Announcement Details

The details of the announcement start here ...

Announcement Title *	ESTABLISHMENT OF JOINT VENTURE WITH SINOMEDIA SDN BHD
Description	Please see attached.

Attachments
 [CHL_Annct_Joint_Venture_with_Sinomedia.pdf](#)

Total size = **15K**
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CHASEN HOLDINGS LIMITED
(Company Registration No. 199906814G)
Incorporated in the Republic of Singapore

ESTABLISHMENT OF JOINT VENTURE WITH SINOMEDIA SDN BHD

The Board of Directors of Chasen Holdings Limited (the “**Company**” or “**Chasen**”) is pleased to announce that the Company’s 51%-owned subsidiary, Hup Lian Engineering Pte Ltd (“**HLE**”) had entered into a conditional shareholders agreement (“**Agreement**”) on 19 June 2012 with Sinomedia Sdn. Bhd. (“**Sinomedia**”) to establish a joint venture company, HLE Construction & Engineering Sdn Bhd (“**JV Company**”) which was incorporated on 18 May 2012 with a paid-up share capital of RM 2.00. Pursuant to the shareholders agreement, HLE holds 53% equity interest in the JV Company on 21 June 2012 (the “**Transaction**”).

The Agreement is conditional upon to be obtained within 3 months from the date of the Agreement, *inter alia*, that: -

- (1) Sinomedia provided documentary evidence confirming that: -
 - i. A project in relation to development of Terengganu Boutique SPA Resort (“**Project**”) has been awarded to Sinomedia;
 - ii. Amount of RM85 million has been secured in the form of bank loan for the Project; and
 - iii. Agreement of the owner of the Project and the bank to remit all payments due on account of the Project.
- (2) The obtaining of any relevant consent required for completion of the Project, and if none is required, a letter from Sinomedia to confirm that no other relevant consent is required.

In the event the conditions precedents are not fulfilled or waived by the shareholders of JV Company, the Agreement shall ipso facto cease and determine and neither party shall have any claim against the other for costs, damages, compensation or otherwise.

1. Information on JV Company and Sinomedia

Sinomedia is a private company limited by shares incorporated in Malaysia and having its registered office at B-32A-2 Jalan Dataran SD2, PJU9, Bandar Sri Damansara 52200 Kuala Lumpur, Malaysia.

The principal activity of the JV Company is to carry on the business of construction and engineering, projects and general trading, which is in the ordinary course of business of the Group. The authorised share capital of the JV Company is RM100,000 divided into 100,000 ordinary shares of RM1.00 each. The equity interest of HLE and Sinomedia in the share capital of the JV Company is 53% and 47% respectively.

2. Rationale for the Transaction

The rationale for this joint venture is to facilitate the Group’s move to enter into the Malaysian market in construction and engineering and projects in the ordinary course of business.

3. Financing and Financial Effects of the Transaction

The Transaction will be funded entirely through internal sources.

The Transaction is not expected to have any material impact on the consolidated net tangible assets per share and consolidated earnings per share of the Group for the financial year ending 31 March 2013.

The paid up capital of the JV Company would be increased from RM2 to RM100,000 at a date mutually agreed by HLE and Sinomedia.

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 Transaction.

By Order of the Board

Siah Boon Hock
Executive Director

25 June 2012

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("**Sponsor**"), Asian Corporate Advisors Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**Exchange**"). The Company's Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.*

This announcement has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

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