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Acquisitions and Disposals :: Discloseable Transaction, Changes in Company's Interest :: MEDIA RELEASE – CHASEN SECURED RMB107 MILLION WORTH OF CONTRACTS IN CHINA

* 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 *	CHEW KOK LIANG
Designation *	COMPANY SECRETARY
Date & Time of Broadcast	29-Jul-2010 17:23:33
Announcement No.	00090

>> Announcement Details

The details of the announcement start here ...

Announcement Title *	MEDIA RELEASE – CHASEN SECURED RMB107 MILLION WORTH OF CONTRACTS IN CHINA
Description	Please see attached.

Attachments
 [Press_Release_HLE_acq_and_proj_win.pdf](#)

Total size = **88K**
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MEDIA RELEASE – FOR IMMEDIATE RELEASE

Chasen secured RMB107 million worth of contracts in China

This announcement has been reviewed by the Company's sponsor, KW Capital Pte. Ltd., for compliance with the relevant rules of the Exchange. The Company's Sponsor has not independently verified the contents of this announcement.

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.

The details of the contact person for the Sponsor is: -

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- **Comprising two design-and-build construction contracts in Shanghai, China**
- **Acquired two China-based subsidiaries which will undertake project execution**
- **Expand footprint into China's vast construction market**

SINGAPORE – 29 July 2010 – Chasen Holdings Limited (“Chasen” or “the Group”), a leading relocation specialist with complementary technical/engineering capabilities listed on SGX-Catalist, is pleased to announce that it has secured two design-and-build contracts worth RMB107 million through the Group's subsidiary, Shanghai FengChuang Enterprise Management Consultant Co., Ltd (“SFEMC”).

SFEMC will be designing and building factories in Shanghai, China and these projects are expected to be completed by 2011. SFEMC will be responsible for providing design and construction management services under the new contracts, while the two newly acquired subsidiaries, Shanghai ZhuangHe Construction Co., Ltd (“Shanghai ZhuangHe”) and Shanghai FengChuang M&E Equipment Co., Ltd (“Shanghai FengChuang”) will execute the projects.

Chasen is also pleased to announce that its acquisition of both Shanghai ZhuangHe and Shanghai FengChuang M&E Equipment Co., Ltd (“Shanghai FengChuang”) would enable SFEMC to secure projects in the China domestic market as well as the foreign market. These acquisitions would also increase the Group's effective interest in SFEMC.

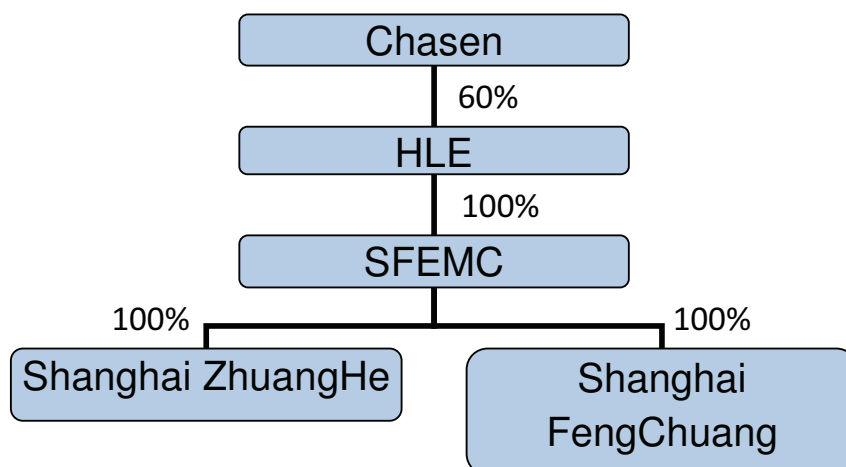
The purchase consideration for this transaction is the issue of 375,000 new shares in HLE. The agreement requires the Vendor to ensure that SFEMC deliver a profit after tax of not

less than S\$1 million each year for the first three years. In the event that SFEMC achieves this target in the first year, a further 156,250 new HLE shares valued at S\$468,750 would be issued to the Vendor. Otherwise, the shareholding proportion will be adjusted in accordance with an agreed formula.

Both Shanghai ZhuangHe and Shanghai FengChuang are China-based limited liability companies with a registered capital of RMB3 million and RMB1 million respectively. Both companies have been dormant since their incorporation.

Shanghai FengChuang owns 16% equity interest in SFEMC, while HLE owns the remaining 84%. Thus, by virtue of this acquisition, SFEMC will become a wholly-owned subsidiary of HLE. Following the completion of these acquisitions, the Company will undertake a restructuring of its holdings to result in the following corporate structure:

Illustration:



Commenting on the rationale behind the acquisition, Mr Low Weng Fatt, Managing Director of Chasen said, ***“China is recognized as the world’s leading manufacturer. We are fairly confident that demand for manufacturing infrastructure there is still strong and these strategic acquisitions will provide us better access into the huge construction market in China.”***

Chasen has been working on expanding its footprint in China as the Group views it as a growth driver. The recently announced partnership with Sinotrans Air Transportation Development Co., Ltd. and the participation of HLE in the US\$644 million Hai An Township Development Phase I Project in Jiangsu Province serves as an excellent platform for Chasen to extend its reach into the China market.

- End -

About Chasen Holdings Limited

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

Headquartered in Singapore, Chasen serves industries such as wafer fabrication, TFT display panel production, chip testing & assembly, solar panel assembly, consumer electronics, marine and construction sectors in Singapore, Malaysia, Vietnam and the People's Republic of China.

Its diversified revenue base and long-standing customer relationship provide a strong fundamental that would enable the Group to weather business cycles in specific industry. Its business model and growth strategy have positioned the Group to benefit from growth opportunities in the region and to increase the proportion of recurring income in Group revenue.

For more information please visit the website at: www.chasen.com.sg

Issued for and on behalf of Chasen Holdings Limited

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