

[Print this page](#)**Half Year * Financial Statement And Dividend Announcement**

* 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	12-Nov-2007 21:16:02
Announcement No.	00236

>> Announcement Details

The details of the announcement start here ...

For the Financial Period Ended *	30-09-2007
----------------------------------	------------

Attachments[CHL_1HFY2007_Results.pdf](#)Total size = **68K**
(2048K size limit recommended)[Close Window](#)

Chasen Holdings Limited (Incorporated in the Republic of Singapore)
(Company Registration No.: 199906814G)

HALF-YEAR FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE PERIOD ENDED 30 SEPTEMBER 2007

PART 1 – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUATERLY (Q1, Q2, Q3), HALF-YEAR AND FULL YEAR RESULTS

The directors are pleased to announce the unaudited operating results for the financial period from 1 April 2007 to 30 September 2007.

1(a) An income statement (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year

The Group adopted FRS103 Business Combination for the financial year ended 31 March 2007 after its successful reverse acquisition by Chasen Logistics Services Limited (“CLS”) on 12 February 2007.

Following the presentation methods in reverse acquisition accounting, the comparative figures in the consolidated financial statements have been restated to those of CLS for the period from 1 April 2006 to 30 September 2006.

Income statement for the financial period from 1 April 2007 to 30 September 2007

	30-Sep-07	30-Sep-06	Change
	\$'000	\$'000	%
Revenue	12,100	9,237	31%
Cost of sales	<u>(6,729)</u>	<u>(4,873)</u>	38%
Gross profit	5,371	4,364	23%
Other income	<u>121</u>	<u>291</u>	(58)%
	5,492	4,655	
Distribution and selling expenses	(1,055)	(684)	54%
Administrative expenses	(1,723)	(817)	111%
Finance expenses	<u>(52)</u>	<u>(85)</u>	(39)%
Profit before taxation	2,662	3,069	(13)%
Taxation	<u>(604)</u>	<u>(682)</u>	(11)%
Net profit	<u><u>2,058</u></u>	<u><u>2,387</u></u>	(14)%
Net profit attributable to shareholders of the company	2,055	2,386	(14)%
Minority interest, net of income tax	<u>3</u>	<u>1</u>	200%
	<u><u>2,058</u></u>	<u><u>2,387</u></u>	(14)%

Notes to income statements

Other income includes:

Interest income	18	37
-----------------	----	----

Operating expenses include:

Depreciation of property, plant and equipment	492	445
Loss on disposal of property, plant and equipment	6	-
Foreign exchange loss	8	24
Interest on bank borrowing	19	22
Finance lease interest	17	14

1(b) A balance sheet together with a comparative statement as at the end of the immediately preceding financial year

	Group		Company	
	30 Sep 07 \$'000	31 Mar 07 \$'000	30 Sep 07 \$'000	31 Mar 07 \$'000
Non-current assets				
Property, plant and equipment	4,563	4,716	-	-
Investment in subsidiaries	-	-	36,000	36,000
	<u>4,563</u>	<u>4,716</u>	<u>36,000</u>	<u>36,000</u>
Current assets				
Trade receivables	6,025	3,885	-	-
Other receivables, deposits and prepayments	2,448	740	1,432	30
Cash and bank balances	12,476	6,777	6,297	2
	<u>20,949</u>	<u>11,402</u>	<u>7,729</u>	<u>32</u>
Current liabilities				
Trade payables	902	1,004	-	-
Other payables and accruals	2,416	1,167	405	-
Bank loans (secured)	141	109	-	-
Obligations under hire purchase contracts	198	238	-	-
Proceeds from rights issue	6,284	-	6,284	-
Provision for taxation	591	470	-	-
	<u>10,532</u>	<u>2,988</u>	<u>6,689</u>	<u>-</u>
Net current assets	10,417	8,414	1,040	32
Non-current liabilities				
Bank loans (secured)	610	693	-	-
Obligations under hire purchase contracts	253	326	-	-
Deferred taxation	36	36	-	-
	<u>899</u>	<u>1,055</u>	<u>-</u>	<u>-</u>

Net assets	14,081	12,075	37,040	36,032
Shareholder's equity				
Share capital	7,812	7,812	37,340	49,209
Special capital reserve	-	-	-	1,351
Minority interest	7	4	-	-
Translations reserve	(266)	(214)	-	-
Retained profits/(Accumulated losses)	6,528	4,473	(300)	(14,528)
	14,081	12,075	37,040	36,032

Aggregate amount of the Group's borrowing and debt securities

	30 Sep 07 \$'000	31 Mar 07 '000
Amount repayable in one year or less or on demand		
Secured	339	347
Amount repayable after one year		
Secured	863	1,019
	<u>1,202</u>	<u>1,366</u>

The group announced a renounceable rights issue exercise on 11 July 2007, which had been successfully completed by September 2007. Partial proceeds were received on 28 September 2007 and balance received on 1 October 2007. The right shares were issued on 1 October 2007.

The bank borrowing was obtained from a financial institution to partially finance the purchase of the leasehold building by CLS in 2003. The bank loan is repayable over a period of 10 years beginning from the date of borrowing. It is secured by the following:

- (a) legal mortgage of CLS leasehold building;
- (b) corporate guarantee from Chasen Holdings Limited.

In addition to the above bank borrowing, CLS also utilized finance leases to acquire plant and equipment used in its business operations.

1(c) A cash flow statement (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial year

	30-Sep-07 \$'000	30-Sep-06 \$'000
Cash flow from operating activities:		
Profit before taxation	2,662	3,069
Adjustment for:		
Depreciation for property, plant and equipment	492	445
Loss on disposal of property, plant and equipment	6	-
Interest income	(18)	(37)
Interest expense	36	36
	<u>3,178</u>	<u>3,513</u>

Operating profit before working capital changes:		
(Increase)/Decrease in trade and other receivable	(3,847)	243
Increase in trade and other payable	1,147	330
Cash generated from operations	478	4,086
Tax paid	(280)	(915)
Net cash generated from operating activities	198	3,171
Cash flow from investing activities:		
Proceed from disposal of shares in subsidiary	-	3
Purchase of property, plant and equipment	(326)	(343)
Proceeds from disposal of property, plant and equipment	-	8
Interest received	18	37
Net cash used in investing activities	(308)	(295)
Cash flow from financing activities:		
Proceeds from right issues	6,284	-
Repayment of bank loans	(51)	(53)
Repayment of hire purchase contracts	(113)	(95)
Fixed deposits with banks	(6,206)	(8)
Interest paid	(36)	(36)
Dividend paid	-	(1,099)
Net cash used in financing activities	(122)	(1,291)
Net (decrease)/increase in cash and cash equivalent	(232)	1,585
Cash and cash equivalent at beginning of period	6,099	4,261
Effect of exchange rate changes on balances in foreign currencies	(275)	(19)
Cash and cash equivalent at end of period	5,592	5,827
Cash and cash equivalent comprised:		
Cash and bank balances	5,592	5,827
Fixed deposits	6,884	671
	12,476	6,498
Less: Fixed deposits pledged	(684)	(671)
Fixed deposits with banks	(6,200)	-
	5,592	5,827

1(d)(i) A statement showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization of issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

Group	Attributable to equity holders of parents				Total \$'000
	Share capital \$'000	Translation reserve \$'000	Retained profits \$'000	Minority interest \$'000	
Balance at 1 April 2007	7,812	(214)	4,473	4	12,075
Net profit for the period	-	-	2,055	3	2,058
Foreign currency translation differences	-	(52)	-	-	(52)
Balance at 30 September 2007	7,812	(266)	6,528	7	14,081

Balance at 1 January 2006	7,500	(13)	2,512	-	9,999
Arising from partial disposal of a subsidiary	-	-	-	3	3
Increase in share equity arising from reverse acquisition	1,888				1,888
Cost of equity transactions	(1,576)				(1,576)
Net profit for the period	-	-	1,961	1	1,962
Foreign currency translation differences	-	(201)	-	-	(201)
Balance at 31 March 2007	7,812	(214)	4,473	4	12,075

	Share capital	Special capital reserve	Acc. Losses	Total
<u>Company</u>	\$'000	\$'000	\$'000	\$'000
Balance at 1 April 2007	49,209	1,351	(14,528)	36,032
Capital reduction	(13,220)	-	13,220	-
Transfer upon capital reduction	1,351	(1,351)	-	-
Net profit for the period	-	-	1,008	1,008
Balance at 30 September 2007	37,340	-	(300)	37,040

Balance at 1 April 2006	13,209	1,351	(12,676)	1,884
Issue of shares	36,000	-	-	36,000
Net loss for the financial year	-	-	(1,852)	(1,852)
Balance at 31 March 2007	49,209	1,351	(14,528)	36,032

1(d)(ii) Details of any changes in the company's share capital arising from right issues, bonus issue, share buy-back, exercise of share option or warrants, conversion of other issues of equity securities, issue of shares for cash or as a consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

<u>Issued and fully paid</u>	No of shares	\$'000
Balance at 1 April 2007	13,064,389,000	49,209
Share capital reduction	-	(13,220)
Balance after capital reduction	13,064,389,000	35,989

2. **Whether the figures have been audited or reviewed and in accordance with which auditing standards or practice.**

The figures have not been audited nor reviewed.

3. **Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter)**

Not applicable.

4. **Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group has applied the same accounting policies and method of computation in the current period financial statements as those of the previous audited financial statements.

During the year, the Group has adopted the new/revised FRSs which are effective for accounting periods beginning on or after 1 January 2007. The adoption of these new/revised FRSs did not result in any material impact on the Group's results.

5. **If there are any changes in the accounting policies and method of computation, including any required by any accounting standard, what has changed, as well as the reasons for, and the effect of, the changes.**

Not applicable.

6. **Earning per ordinary shares of the Group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	Group	
Basic earning per share (EPS)	30 Sep 07	30 Sep 06
Basic EPS based on average number of shares (cents)	0.0158	N.M.*
Weighted average number of shares	13,064,389,000	N.M.*

There were no options and warrants granted during the financial period under review, hence, there was no potential dilution of ordinary shares at the end of the financial period.

*N.M. means not meaningful. As the reverse acquisition was only completed on 12 February 2007, there is no meaningful EPS for the corresponding period of the preceding financial year for comparison.

7. **Net assets value (for the issuer and Group) per ordinary share based on issued share capital of the issuer at the end of the:**
- (a) **current financial period reported on; and**
- (b) **immediately preceding financial year**

	Group	
Net asset value (NAV)	30 Sep 07	31 Mar 07
Number of shares	13,064,389,000	13,064,389,000

- 8. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. It must include a discussion of the following:**
- (a) any significant factors that affected the turnover, costs and earning of the Group for the current financial period reported on, including (where applicable) seasonable or cyclical factors; and**
 - (b) any material factors that affected the cash flow, working capital, assets and liabilities of the Group during the current financial period reported on.**

- a) Group turnover improved by 31% to S\$12.1 million for the half year ended 30 September 2007 compared with S\$9.2 million for the previous corresponding period. This was due mainly to the increase of S\$1.7 million from technical services, S\$0.6 million increase from warehousing services and S\$1.1 million from packing services offset by a decrease of S\$0.6 million in relocation services. Technical services is a new business started by the Group after 30 September 2006 while the increase in turnover in the other business segments resulted from higher demand for packing services in Singapore and warehousing management in the People's Republic of China ("PRC").

Gross profit for the Group increased by 23% from S\$4.4 million in the previous corresponding period to S\$5.4 million this half year period. Gross profit margin reduced by 3% from 47% in the same period last year to 44% this period due to the lower gross profit margin inherent in the technical service business relative to the specialist relocation business. The net profit before tax declined 14% as a result of increased administrative expenses as a listed company, payout of profit sharing for the first time under the employee profit sharing scheme, and higher personnel cost as more administrative staff were hired to handle the expanded business.

- b) Cash and cash balance increased by S\$6 million mainly due to partial receipt of proceeds from rights issue.

Higher sales turnover accounted for a 35% increase in trade debtors and a higher creditor balance compared to the same period last year.

- 9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

NA

- 10. A commentary at the date of announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months.**

Going forward, the Directors are confident that the favourable general economic conditions in the countries where the Group operates such as Singapore, Malaysia and PRC will be sustained. The Group will continue to benefit from the setting up of new plants, relocation and upgrading of existing plants in the industries that it serves. The Group's warehouse and packing support business will also benefit from these relocation

activities while the technical services will continue to grow and seek new customers. In addition, the Group will be expanding its warehousing activities in the PRC.

The Directors have been actively pursuing investment opportunities in Singapore and overseas in accordance with our stated growth plans and direction. The Directors are currently in negotiations in respect of a number of investment opportunities, some of which are in advance stages of negotiations. However the Company has yet to sign any definitive agreement in respect of these negotiations. Details of any agreement signed in pursuit of business growth will be announced as and when the terms are finalised.

Barring unforeseen circumstances, the Directors expect the Group to continue to be profitable in the current year.

11. Dividends

(a) Current financial period reported on

Any dividend declared for the current financial period reported on? Yes

Name of dividend	Interim
Dividend type	Cash
Dividend amount per share	\$0.00004 per ordinary share
Tax status	One-Tier Tax-Exempt

(b) Corresponding period of the immediately preceding financial year

None

(c) Date payable

13 December 2007

(d) Book closure

Notice is also hereby given that the Share Transfer Books and the Register of Members of the Company will be closed on Friday, 30 November 2007 for the purpose of determining the entitlement of Shareholders to the Interim Dividend.

Duly completed transfers received by the Company's Share Registrar, Lim Associates (Pte) Ltd, 3 Church Street #08-01 Samsung Hub, Singapore 049483, up to the close of business at 5.00 p.m. on Thursday, 29 November 2007 will be registered to determine Shareholder's entitlements to the Interim Dividend.

12. If no dividend has been declared/recommended, a statement to that effect.

N.A.

13. Segmented revenue and results for business or geographical segment (of the Group) in the form presented in the issuer's most recently audited financial statements, with comparative information for the immediate preceding year.

N.A.

- 14. In the review of the performance, the factors leading to material changes in contributions to turnover and earnings by the business or geographical segments (of the Group) in the form presented in the issuer's most recently audited financial statements, with comparative information for the immediate preceding year.**

N.A.

- 15. A breakdown of sales as follows:**

N.M.

- 16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous year as follows:**

N.A.

By Order of the Board

Justin Low Weng Fatt
Managing Director
12 November 2007

Confirmation by the Board Pursuant to Rule 705(4)

We, Low Weng Fatt and Siah Boon Hock, being two directors of Chasen Holdings Limited ("Company"), do hereby confirm on behalf of the board of directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the financial results for the first half financial period ended 30 September 2007 to be false or misleading.

On behalf of the board of directors

**Low Weng Fatt
Managing Director**

**Siah Boon Hock
Executive Director**

**Singapore
12 November 2007**