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CHEN HSONG HOLDINGS LIMITED

震雄集團有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 00057)

PROFIT WARNING

This announcement is made by Chen Hsong Holdings Limited (the “Company”, together with its subsidiaries, the “Group”) pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The board of directors of the Company (the “Board”) wishes to inform the shareholders of the Company and potential investors that, due to the October 2008 global financial crisis, the Group is expected to record a considerable decline in turnover leading to a significant decrease in net profit for the year ending 31 March 2009 as compared with the year ended 31 March 2008.

The Group’s products, plastic injection moulding machines, are capital equipment. Since the financial tsunami, the global economy deteriorated rapidly. Customers have become extremely cautious in opening up new factory plant, buying new or replacement machinery equipment. As a result, the Group’s orders intake had been hard hit.

Although there is a slight improvement in turnover in March 2009, the visibility of the future market condition still remains low. The Group has been taking measures to reduce capital expenditure and implementing cost-cutting exercises to counter this unprecedented challenge. The Group’s cash position remains healthy and continues to maintain sufficient working capital so as to capture market share when the economy recovers.

The information contained in this announcement is only based on the preliminary assessment on the unaudited management accounts of the Group and is not based on any figures or information reviewed by the Company’s auditors.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
CHEN HSONG HOLDINGS LIMITED
Alice Sin Ping LIP
Company Secretary

Hong Kong, 27 March 2009

As at the date of this announcement, the executive directors of the Company are Dr. Chen CHIANG, Ms. Lai Yuen CHIANG, Mr. Chi Kin CHIANG, Mr. Stephen Hau Leung CHUNG and Mr. Sam Hon Wah NG and the independent non-executive directors of the Company are Mr. Johnson Chin Kwang TAN, Mr. Anish LALVANI, Mr. Bernard Charnwut CHAN and Mr. Michael Tze Hau LEE.