



CHALLENGER TECHNOLOGIES LIMITED

(Incorporated in the Republic of Singapore on 14 January 1984)

(Registration No. 198400182K)

FOR IMMEDIATE RELEASE:

Half-year results for 6 months ended 30 June 2011

Revenue and Net Profit Grew by More Than 50% and 30% Respectively

	1H 2011	1H 2010	Change
	S\$'000	S\$'000	
Revenue	158,004	104,016	+ 52%
Profit before tax	9,671	7,138	+ 35%
Net profit	7,898	5,875	+ 34%
EPS	2.27	*1.68	+ 35%
Dividend/share	1.00	1.20	- 17%
NAV/share	As at 30/6/11	As at 30/6/10	
	11.12	*8.44	+32%

** Restated.*

Highlights:

- Revenue increased by 52% mainly due to new stores opened during the second half of FY2010 and the first half of FY2011. In addition, there was also higher same-store sales registered for existing stores.
- Higher net profit due mainly to better performance from retail operations in Singapore.
- Group declared an interim tax-exempt dividend of 1.0 cents per share.

Singapore, 3rd August 2011 – SGX Mainboard-listed Challenger Technologies Limited (“Challenger” or the “Company”), a leading IT products & services provider in Singapore and Malaysia, today announced its financial results for half year ended 30 June 2011.

Revenue grew 52% to \$158.0 million in 1H 2011 from \$104.0 million in 1H 2010, driven by improved performance of existing stores and full operations of stores which opened during the second half of 2010 and the first half of 2011.

Net profit increased by 34% to \$7.9 million in 1H 2011 from \$5.9 million in 1H 2010. This was mainly due to better performance from retail operations in Singapore.

To date, the Group’s retail network has a total of 31 stores comprising 28 stores in Singapore and three stores in Malaysia under the Challenger, Challenger Mini, Matrix IT Gallery and Pixels brands. During 1H 2011, the Group opened four stores in Singapore and two stores in Malaysia.

Chief Executive Mr. Loo Leong Thye said, “We are pleased with our continuous improved performance in 1H 2011. We see better performance from our IT retail business in Singapore and we will open another two stores in Singapore during the second half of FY2011.”

“To sustain growth, we will continue to strategically add new retail outlets in high-traffic areas in Singapore and Malaysia,” Mr. Loo added.

To reward shareholders for their unwavering support, the Company has proposed an interim tax-exempt dividend of 1.0 cents per ordinary share for 1H 2011. This is payable to shareholders on 2 September 2011.

About Challenger Technologies Limited

Incorporated in 1984, listed on the SGX-Sesdaq in January 2004 and upgraded to the SGX Mainboard in August 2007, Challenger is the leading IT products and services provider in Singapore and Malaysia with an extensive network of 31 strategically-located retail outlets. The Group currently has one 24 hour flagship megastore in Funan Digitalife Mall, 16 superstores and 11 specialty stores (under Challenger Mini, Matrix and Pixels brand name) throughout Singapore. It also operates one megastore and two superstores in Malaysia. The Company offers a diverse range of IT products and services. Today, Challenger has over 253,000 members who regularly patronise its outlets.

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