



CHALLENGER TECHNOLOGIES LIMITED

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

(Registration No. 198400182K)

NEWS RELEASE

FOR IMMEDIATE RELEASE

Full-year results for financial year ended 31 December 2009

Challenger has achieved historical high sales and profits despite economic uncertainty experienced during 2009

Net profit surged 85% on 14% revenue growth

	FY2009 S\$'M	FY2008 Restated S\$'M	Change
Revenue	191.6	168.2	+14%
Profit before tax	13.7	8.0	+71%
Net profit	11.1	6.0	+85%
EPS - Basic	4.83 cents	2.67 cents	+81%
EPS – Fully-diluted	4.80 cents	2.58 cents	+86%
Dividend/share - Interim	1.20 cents	1.20 cents	NIL
Dividend/share - Final	1.30 cents	1.20 cents	+8%
NAV/share	As at 31/12/09 11.47 cents	As at 31/12/08 9.09 cents	+26%

Highlights:

- Revenue up 14% on retail network expansion and higher existing store sales.

- **Net profit surged 85% due to continued growth in retail operations in Singapore, completion of projects for electronic signage business and exchange and investment losses noted for the previous financial year 2008.**
- **Group declared final tax-exempt dividend of 1.3 cents per share.**

Singapore, 11 February 2010 – SGX Mainboard-listed Challenger Technologies Limited (“Challenger” or the “Company”), a leading IT products & services provider in Singapore, today announced its results for the financial year ended 31 December 2009.

Group revenue jumped 14% from \$168.2 million in FY2008 to \$191.6 million in FY2009 largely due to the expansion of the Group’s retail operations and improved performance of its existing stores. Revenue for IT products and services business segment increased by 12% from \$165.7 million in the previous year to \$186.1 million in FY2009.

Driven by strong retail performance, net profit increased 85% to \$11.1 million in FY2009. This has been mainly due to growth in retail operations in Singapore, completion of projects for its electronic signage business and exchange and investment losses of experienced by the Group in the previous financial year 2008.

During the year, the Group added another one Challenger superstore in Singapore and one small format retail outlet, Challenger Mini in Singapore. This brings the Group’s network to a total of 23 outlets comprising one flagship Challenger megastore and 11 Challenger superstores in Singapore, one Challenger megastore in Malaysia, seven Matrix specialty stores, two Challenger Mini stores and one Pixels specialty stores.

Mr. Loo Leong Thye, the Chief Executive of the Company, said, “2009 has been a good year for us. We have achieved growth in our retail operations in Singapore despite the uncertain economic situation and tough challenges faced by retailers. We will continue our retail network expansion in Singapore and Malaysia by strategically opening more retail outlets in high-traffic areas.”

To reward shareholders for their unwavering support, the Company had proposed a final tax-exempt dividend of 1.3 cents per ordinary share for FY2009. This, together with the interim dividend of 1.2 cent paid for 1H09, gives a total of 2.5 cents for the full year ended 31 December 2009.

About Challenger Technologies Limited

Established 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 & services provider in Singapore with extensive network of 22 strategically located retail outlets. The Group currently has one flagship megastore in Funan Digitalife Mall, 11 superstores and 10 specialty stores (under Challenger Mini, Matrix and Pixels brand name) throughout Singapore. It also operates one mega store in Malaysia. The Company offers a diverse range of IT products and services. Today, Challenger has approximately 200,000 members who regularly patronise its outlets.

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