

ASX Release | Chapmans Limited (ASX:CHP)

Chapmans Strides Ahead with Major Investments in Tech, Medicinal Cannabis and Blockchain

Highlights

Investment Portfolio Update

- Syn Dynamics Australia Pty Ltd, a cleantech company with breakthrough plasma gasification technology
- 20FOUR Media Holdings Pty Ltd, a sports-focused digital media business
- MJ Life Sciences Pty Ltd, a medicinal cannabis investment company
- REFFIND Limited (ASX:RFN), a Software as a Service (SaaS) company with exposure to blockchain
- Rision Limited (ASX:RNL), a SaaS company providing human resources platforms

1 March 2018: Diversified investment company Chapmans Limited (ASX:CHP) ("Chapmans" or "the Company") is pleased to update the market on its investment portfolio.

Chapmans currently has strategic investments in Syn Dynamics Australia Pty Ltd ("SDA"), 20FOUR Media Holdings Pty Ltd ("20FOUR"), MJ Life Sciences Pty Ltd ("MJLS"), REFFIND Limited (ASX:RFN) ("REFFIND"), and Rision Limited (ASX:RNL) ("Rision").

SDA

After exiting its investment in Fantasy Sports Global, Chapmans now has an 80% direct holding in SDA, with the remaining 20% held by SDA's founders.

SDA recently entered into a Joint Venture (JV) agreement with leading APAC region waste and environment services company, Total Waste Management. The JV is a significant milestone that brings together SDA's next-generation plasma gasification technology with a major waste management operator.

Chapman's has identified SDA as being highly value accretive due to its commercial opportunities, strong progress in R&D, and partnerships with the Commonwealth, Scientific and Industrial Research Organisation (CSIRO) and first-process engineering specialist Advisan Pty Limited.

20FOUR

Chapmans currently has a strategic 39.55% direct equity interest in 20FOUR and is currently raising the pre-ASX listing capital to list 20FOUR on the ASX.

20FOUR is a sports-focused digital media business which has identified an untapped market opportunity, particularly in the realm of sports stars, in which the shift of consumer engagement towards short form social content is uncoordinated and poorly commercialised.

20FOUR's audience is large and has huge growth potential. It currently contracts approximately 200 of Australia's leading male and female sports stars for exclusive posts, personal stories and content. 20FOUR is already working with major brands such as Schick, Netflix, Reece, Air New Zealand, and MJ Bale, and has numerous other major brands in the pipeline.

MJLS

Chapmans currently has a 50% equity holding in MJLS and the right to equal board representation with control of 50% of the board (the remaining 50% is collectively controlled by the other 50% of MJLS shareholders).

MJLS is an Australian special-purpose company established with the aim of becoming a leading global medicinal cannabis holding and investment company. MJLS is a direct investor in Caziwell Inc. ("Caziwell"), owner of the established North American cannabis brand and business Aunt Zelda's. MJLS has convertible note rights of up to 49.99% in Caziwell.

REFFIND

Chapmans made its first strategic investment into blockchain through a \$1 million participation the placement of leading enterprise and loyalty SaaS company REFFIND. This investment represents a 9.33% holding in REFFIND.

REFFIND's exposure to blockchain is through a strategic investment it has agreed to make in Loyyal Corporation ("Loyyal"), a blockchain-based global leader in the loyalty and rewards industry.

Chapmans has identified blockchain as having significant investment potential, and also established a Blockchain Advisory Board to assist it in appraising further investments within the sector.

Rision

Chapmans recently invested \$300,000 in Rision Limited in exchange for a 5.79% stake. In addition, Chapmans has advanced \$193,200 and Rision has agreed to issue Chapmans with additional shares and options that, if exercised, will make it Rision's largest shareholder with a holding of 19.8%.

Rision is a SaaS company with platforms that allow organisations to manage their employees and contingent workers. Rision secured a trial with England-based company VCL in late 2016 which converted into an executed contract last March. Rision has been working closely with VCL to develop the Bespoke Platform and VCL plans to expand the rollout of the Rision product across additional sites in 2018.

In order to facilitate Rision's growth, Chapmans has agreed to introduce Rision to its vast network of sophisticated Asia Pacific investors. Chapmans sees Rision as a significant opportunity to engage in its high conviction investment approach to technology company investments.

Summary of investments

Investment	Investment at Cost – Year Open	Additional Investment	Investment at Cost – End year	Estimated Enterprise Value	% Equity Holding	Estimated Market Value at 28-02-2018
20FOUR	\$1,200,000	\$925,000	\$2,125,000	\$19,200,000	39.55%	\$7,593,600 EMV
SDA	\$1,205,000	\$675,000	\$1,700,000	\$2,125,000	80%	\$1,700,000 Cost
MJLS	-	\$628,544	\$628,544	\$1,257,088	50%	\$628,544 Cost
REFFIND	-	\$1,144,600	\$1,144,600	-	9.33%	\$1,010,720 MV*
Rision	-	\$493,200	\$493,200	-	5.79%	\$577,600 MV**
Securrency Inc	-	\$632,431	\$632,431	-	n/a	\$632,431 Cost
			\$6,723,775			Total: \$12,142,895

*Closing ASX Price on 28-02-2018 = \$0.021

**Closing ASX Price on 28-02-2018 = \$0.004

Chapmans' Executive Chairman Peter Dykes: "Our current investment portfolio consists of substantial holdings in a variety of companies across the cleantech, SaaS, blockchain, and medicinal cannabis spaces and these investments are reflected in our recent financial results. We believe in each of these investments and are confident that they will soon deliver value to our shareholders. We look forward to updating the market regarding upcoming developments regarding our investment portfolio.

Ends

For further information please contact:

Peter Dykes
Executive Chairman
Chapmans Limited
E: peter.dykes@chapmansltd.com
T: 02 9300 3605

Anthony Dunlop
Executive Director
Chapmans Limited
E: anthony.dunlop@chapmansltd.com
T: 02 9300 3605

Media and Investor Enquiries
The Capital Network
Julia Maguire, Director
E: julia@thecapitalnetwork.com.au
T: +61 419 815 386

About Chapmans Limited

Chapmans (ASX:CHP) is an ASX listed diversified investment company engaged in special situation investments across a diverse range of industries, with a focus and expertise in the mobile and advanced industrial technology sectors. It seeks to be an active strategic investor in high growth areas of the market, and to identify and work with emerging high growth companies. The Company's investment philosophy and approach are based on a unique mix of high conviction and special situation features, characterised by advisory and equity investments structured around specific events and assets for both public and large private corporates. To learn more please visit: www.chapmansltd.com