

Koda Ltd

(Incorporated in the Republic of Singapore)
(Company Registration Number 198001299R)

PROFIT GUIDANCE FOR THE FINANCIAL YEAR ENDED 30 JUNE 2023

The Board of Directors (the “**Board**”) of Koda Ltd (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that, based on the preliminary review of the unaudited consolidated financial results of the Group for the financial year ended 30 June 2023 (“**FY2023**”), the Group is expected to report a net loss for FY2023 as compared to a net profit in the previous financial year ended 30 June 2022.

On 14 February 2023, the Group reported a substantially lower profit for the six months ended 31 December 2022 compared to six months ended 31 December 2021 due to (i) retailers’ stockpiles in the US wholesale market; (ii) inflationary pressure and geopolitical tensions; and (iii) zero-Covid approach in China (under the reporting period). The operating environment for our industry remains challenging in the second half of FY2023 that our factory utilisation rates were lower than optimal while unit production costs have increased. Despite the expected loss-making position for FY2023, the Group’s operating cash flows position remained healthy during the year under review.

The Group is in process of finalising the unaudited consolidated financial results for FY2023 and will disclose further details of the Group’s financial performance when it releases its unaudited consolidated financial results for FY2023 by end of August 2023.

Meanwhile, Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company. If in doubt as to the action they should take, Shareholders and potential investors should consult their stockbrokers, bankers, solicitors, accountants, tax advisers or other professional advisers.

By Order of the Board of
Koda Ltd

James Koh Jyh Gang
Executive Chairman and Chief Executive Officer
11 August 2023