



LY CORPORATION LIMITED
Company Registration no. 201629154K
(Incorporated in the Republic of Singapore)

COVID-19 UPDATE

1. INTRODUCTION

The Board of Directors of LY Corporation Limited, (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the announcement made by the Company on 4 January 2021 (“**Announcement**”) in respect of updates on COVID-19.

This announcement should be read in conjunction with the Announcement and all terms and expressions used herein (unless otherwise expressly defined) shall bear the same meanings as described to them in the Announcement.

2. FURTHER UPDATES

On 5 January 2021, KKM directed the closure of Block B and Block C of the Group’s hostel until 14 January 2021. In addition, the closure of Block A (which was announced earlier) has also been extended until 14 January 2021. As a result, a total of 857 foreign workers who are currently staying at these three blocks have been quarantined and isolated.

On 5 January 2021, KKM has also directed the closure of 7 factories/warehouses until 11 January 2021. All necessary disinfections, contact tracing, swab tests, quarantine and isolation of persons, where necessary, in relation to the above workers at the abovementioned closed hostels and factories/warehouses have also been carried out via the relevant SOP from KKM.

The management has also decided to voluntarily conduct swab tests on all other employees of LY Furniture Sdn Bhd (a wholly-owned subsidiary of LY Corporation Limited), regardless of whether they are close contacts to the quarantined and isolated group. Such tests will be conducted beginning from 6 January 2021.

With a majority of our workers currently under quarantined and isolated (857 out of 1,674 workers) and 7 factories/warehouses (out of 21 factories/warehouses) closed, production will be affected. Management is making the necessary contingency plans and adjustments to the production lines/processes while taking into consideration social distancing and other preventive measures for the remaining workers to continue limited production in a safe manner. Management also foresees that the production output of the Group will be affected in the short term and any material financial impact on the Group will be disclosed in due course. The Company will continue to monitor the situation and provide updates on the matter where necessary.

BY ORDER OF THE BOARD

Tan Yong Chuan
Executive Director and Chief Executive Officer

6 January 2021

*This announcement has been prepared by LY Corporation Limited (the "**Company**") and its contents have been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "**Sponsor**") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalist.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

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