

Koda Ltd

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

PROFIT GUIDANCE FOR THE SIX MONTHS ENDED 31 DECEMBER 2022

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 six months ended 31 December 2022 (“**1H2023**”), the Group is expected to report a substantially lower profit for 1H2023 as compared to six months ended 31 December 2021.

As disclosed in the Company’s announcement dated 25 August 2022 for the full year results ended 30 June 2022, we have observed that (i) the increasingly higher inventories in the US wholesale market could lead to a cyclical slowdown in furniture demand while consumer spending switching to more services; (ii) high inflation, rate hikes and geopolitical tensions could further obstruct global economic recovery and affect consumer spending sentiment; and (iii) the “zero-Covid” approach in China (during the reporting period for 1H2023) have continued to weigh on business recovery. As a result, in view of these macro factors, we have guided that market demand may soften, direct cost would rise, and margins could fall.

The Company will disclose further details in relation to the Group’s performance in the announcement of unaudited consolidated financial results for 1H2023.

Shareholders of the Company and 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 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

6 February 2023