



STAMFORD TYRES CORPORATION LIMITED

Company Registration No.: 198904416M
(Incorporated in the Republic of Singapore)

PROFIT GUIDANCE FOR THE FINANCIAL YEAR ENDED 30 APRIL 2020

The Board of Directors of Stamford Tyres Corporation Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that following a preliminary review of the draft unaudited consolidated financial results of the Group for the financial year ended 30 April 2020 (“**FY2020**”), the Group is expected to record a net loss for FY2020.

The losses were mainly due to:

- (i) Lower revenue arising from increased competition and oversupply in the tyre market;
- (ii) A one-time expense relating to the closure of a loss-making operation in Australia in Q2FY2020;
- (iii) Higher allowance for doubtful receivables as a result of delayed and non-payment of trade receivables when due from customers due, inter alia, to the current Covid-19 pandemic and the various government-imposed lockdowns in our key markets such as Malaysia and Thailand.

The Group is in the process of finalising its financial results for FY2020 and further details of the Group’s financial performance will be disclosed when the Company announces its financial results for FY2020 on or before 29 July 2020.

In the meantime, shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers before trading in or making any investment decision regarding the Company’s securities.

On behalf of the Board

Wee Kok Wah
President
16 July 2020