

KODA LTD

Quarterly and Half-Year Financial Statement and Dividend Announcement

PART I INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial period

Consolidated Profit and Loss Statements for 3Q16 and 9 months ended 31 March 2016

	3 months ended 31/03/16 ("3Q16") US\$'000	3 months ended 31/03/15 ("3Q15") US\$'000	Change %	9 months ended 31/03/16 ("9M16") US\$'000	9 months ended 31/03/15 ("9M15") US\$'000	Change %
Revenue	7,877	9,873	(20.2)	26,750	36,508	(26.7)
Cost of sales	(5,920)	(7,983)	(25.8)	(19,801)	(27,654)	(28.4)
Gross profit	1,957	1,890	3.5	6,949	8,854	(21.5)
Other income	880	236	272.9	1,708	614	178.2
Selling and distribution costs	(994)	(1,205)	(17.5)	(2,672)	(3,467)	(22.9)
Administrative expenses	(1,526)	(1,439)	6.0	(4,196)	(5,099)	(17.7)
Other expenses	(145)	(807)	(82)	(76)	(839)	(91)
Finance costs	(11)	(38)	(71.1)	(49)	(146)	(66.4)
Share of profit of associate	13	8	62.5	16	9	77.8
Profit (Loss) before income tax	174	(1,356)	NM	1,680	(74)	NM
Income tax expense	(52)	(90)	(42.2)	(397)	(502)	(20.9)
Profit (Loss) after income tax	122	(1,446)	NM	1,283	(576)	NM
Attributable to:-						
Owners of the Company	59	(1,063)	NM	1,341	4	NM
Non-controlling interests	63	(383)	NM	(58)	(580)	(90.0)
	122	(1,446)	NM	1,283	(576)	NM

Note: For comparison purposes, please refer to Table 1 in Note 8 for details of the Group's quarterly results for FY2015, 1Q16, 2Q16 and 3Q16.

Notes to Consolidated Profit and Loss Statements

	3 months ended 31/03/16 ("3Q16") <u>US\$'000</u>	3 months ended 31/03/15 ("3Q15") <u>US\$'000</u>	9 months ended 31/03/16 ("9M16") <u>US\$'000</u>	9 months ended 31/03/15 ("9M15") <u>US\$'000</u>
<u>Other income</u>				
Rental income	44	45	130	140
Interest income	12	3	39	6
Exchange gain	-	67	519	154
Gain on disposal of assets held for sale	676	-	676	-
Gain on disposal of property, plant & equipment	-	-	50	16
Reversal of allowance for doubtful trade receivables	4	-	4	-
Others	144	121	290	297
	880	236	1,708	613

	3 months ended 31/03/16 ("3Q16") <u>US\$'000</u>	3 months ended 31/03/15 ("3Q15") <u>US\$'000</u>	9 months ended 31/03/16 ("9M16") <u>US\$'000</u>	9 months ended 31/03/15 ("9M15") <u>US\$'000</u>
<u>Other expenses</u>				
Allowance for inventories	-	(601)	-	(601)
Exchange loss	(80)	-	-	-
Impairment of intangible assets	-	(205)	-	(205)
Impairment loss on available-for-sale investments	-	-	(6)	-
Loss on disposal of property, plant & equipment	-	(1)	-	-
Others	(65)	-	(70)	(33)
	(145)	(807)	(76)	(839)

Statement of Comprehensive Income

	3 months ended 31/03/16 ("3Q16") <u>US\$'000</u>	3 months ended 31/03/15 ("3Q15") <u>US\$'000</u>	9 months ended 31/03/16 ("9M16") <u>US\$'000</u>	9 months ended 31/03/15 ("9M15") <u>US\$'000</u>
Profit (Loss) after Income Tax	122	(1,446)	1,283	(576)
Other comprehensive income (loss) for the year, net of tax	1,125	(468)	(4)	(1,197)
Total comprehensive income	1,247	(1,914)	1,279	(1,773)
Attributable to :-				
Owners of the Company	920	(1,542)	1,063	(1,214)
Non-controlling interests	327	(372)	216	(559)
	1,247	(1,914)	1,279	(1,773)

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

As at	Group		Company	
	31/03/16 US\$'000	30/06/15 US\$'000	31/03/16 US\$'000	30/06/15 US\$'000
ASSETS				
Current assets				
Cash and bank balances	4,197	3,133	710	1,099
Trade Receivables	2,584	3,571	3,298	6,936
Other receivables and prepayments	3,190	2,757	5,337	5,910
Inventories	6,246	7,348	-	-
Assets classified as held for sale	1,800	2,510	-	-
Total current assets	18,017	19,319	9,345	13,945
Non-current assets				
Investment in subsidiaries	-	-	8,282	8,135
Investment in associate	26	10	-	-
Available-for-sale investments	-	6	-	6
Club memberships	209	209	192	192
Property, plant and equipment	11,492	11,599	728	788
Investment Properties	934	934	-	-
Deferred tax asset	20	21	3	3
Total non-current assets	12,681	12,779	9,205	9,124
Total assets	30,698	32,098	18,550	23,069
LIABILITIES AND EQUITY				
Current liabilities				
Bills payable	582	2,326	-	1,663
Trade payables	2,240	2,384	5,498	7,655
Other payables	3,648	2,635	991	957
Current portion of obligations under finance leases	106	93	84	72
Current portion of bank loans and overdrafts	406	604	406	604
Income tax payable	335	212	-	-
Liabilities associated with assets held for sale	-	1,261	-	-
Total current liabilities	7,317	9,515	6,979	10,951
Non-current liabilities				
Deferred tax liabilities	425	449	-	-
Non-current portions of bank loans	56	306	56	306
Obligations under finance leases	128	140	61	74
Total non-current liabilities	609	895	117	380
Capital and reserves				
Share capital	4,312	4,312	4,312	4,312
Capital reserves	5,373	5,373	58	58
Currency translation reserve	(1,399)	(1,121)	-	-
Retained earnings	14,486	13,340	7,084	7,368
Equity attributable to owners of the Company	22,772	21,904	11,454	11,738
Non-controlling interests	-	(216)	-	-
Total equity	22,772	21,688	11,454	11,738
Total Liabilities and Equity	30,698	32,098	18,550	23,069

(b)(ii) Aggregate amount of group's borrowings and debt securities

Amount repayable in one year or less, or on demand

As at 31/03/16 (US\$'000)		As at 30/6/15 (US\$'000)	
Secured	Unsecured	Secured	Unsecured
106	988	93	2,930

Amount repayable after one year

As at 31/03/16 (US\$'000)		As at 30/6/15 (US\$'000)	
Secured	Unsecured	Secured	Unsecured
128	56	140	306

Borrowings and gearing ratio

Total borrowings of US\$1.3 million as at 31 March 2016 comprise short-term borrowings, long-term loans and finance lease obligations. Total borrowings fell by US\$2.2 million compared to 30 June 2015 due to loans repayment.

The Group's gearing ratio was 0.06 times as at 31 March 2016 compared to 0.16 times as at 30 June 2015.

Details of any collateral

The banking facilities of the Group are secured by a negative pledge on the Group's assets.

The banking facilities of subsidiaries are guaranteed by the Group.

The Group's finance lease obligations are secured by the lessors' charge over the leased assets.

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

Consolidated Cash Flows Statement

	3 months ended 31/03/16 ("3Q16") US\$'000	3 months ended 31/03/15 ("3Q15") US\$'000	9 months ended 31/03/16 ("9M16") US\$'000	9 months ended 31/03/15 ("9M15") US\$'000
Cash flows from operating activities				
Profit before income tax	174	(1,356)	1,680	(74)
Adjustments for:				
Allowance for inventories	-	601	-	601
Depreciation and amortization expenses	256	315	774	967
Gain on disposal of assets held for sale	(676)	-	(676)	-
Gain on disposal of property, plant and equipment	-	-	(50)	(16)
Loss on disposal of property, plant and equipment	-	1	-	-
Share of profit of associate	(13)	(8)	(16)	(9)
Impairment loss on available-for-sale investments	-	-	6	-
Interest income	(12)	(3)	(39)	(6)
Interest expense	11	38	49	146
Impairment of intangible asset	-	205	-	205
Reversal of allowance for trade receivables	(4)	-	(4)	-
Operating (loss) profit before working capital changes	(264)	(207)	1,724	1,814
Trade receivables	341	23	991	677
Other receivables and prepayments	72	728	(433)	(271)
Inventories	(622)	737	1,102	2,931
Trade payables	547	(466)	(144)	(881)
Other payables	(396)	1,234	1,013	2,002
Net Cash (used in) generated from operations	(322)	2,049	4,253	6,272
Dividend paid	-	-	(195)	-
Interest received	12	3	39	6
Interest paid	(11)	(38)	(49)	(146)
Income tax paid	(12)	(280)	(211)	(365)
Net cash (used in) generated from operating activities	(333)	1,734	3,837	5,767
Cash flows from investing activities				
Acquisition of an associate	-	-	-	(6)
Purchase of property, plant and equipment	(283)	(245)	(831)	(866)
Proceeds from disposal of property, plant and equipment	-	50	128	70
Net cash used in investing activities	(283)	(195)	(703)	(802)
Cash flows from financing activities				
Increase (Decrease) in bills payables	134	(324)	(1,744)	(2,893)
Repayment of bank loans	(83)	(25)	(250)	(168)
Repayment of finance leases	(18)	(27)	(90)	(52)
Net cash generated from (used in) financing activities	33	(376)	(2,084)	(3,113)
Net (decrease) increase in cash and cash equivalents	(583)	1,163	1,050	1,852
Cash and cash equivalents at beginning of period / year	3,993	1,959	2,933	1,545
Effect of foreign exchange translation	715	(221)	142	(495)
Cash and cash equivalents at end of period / year	4,125	2,901	4,125	2,901
Represented by:				
Cash and bank balances (inclusive of Fixed Deposit)	4,197	3,186	4,197	3,186
Bank overdraft	(72)	(285)	(72)	(285)
	4,125	2,901	4,125	2,901
Cash and cash equivalents included in a disposal group	-	-	-	-
	4,125	2,901	4,125	2,901

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

Statement of Changes in Equity

	Share Capital	Capital reserves	Currency translation reserve	Retained earnings	Attributable to equity holders	Non-controlling interests	Total
US\$'000							
Group							
Balance as at 1/7/15	4,312	5,373	(1,121)	13,340	21,904	(216)	21,688
Total comprehensive income	-	-	(1,391)	670	(721)	(52)	(773)
Balance as at 30/09/15	4,312	5,373	(2,512)	14,010	21,183	(268)	20,915
Total comprehensive income	-	-	252	612	864	(59)	805
Dividends paid	-	-	-	(195)	(195)	-	(195)
Balance as at 31/12/15	4,312	5,373	(2,260)	14,427	21,852	(327)	21,525
Total comprehensive income	-	-	861	59	920	327	1,247
Balance as at 31/03/16	4,312	5,373	(1,399)	14,486	22,772	-	22,772
Company							
Balance as at 1/7/15	4,312	58	-	7,368	11,738	-	11,738
Total comprehensive income	-	-	-	145	145	-	145
Balance as at 30/09/15	4,312	58	-	7,513	11,883	-	11,883
Total comprehensive income	-	-	-	200	200	-	200
Dividends paid	-	-	-	(195)	(195)	-	(195)
Balance as at 31/12/15	4,312	58	-	7,518	11,888	-	11,888
Total comprehensive income	-	-	-	(434)	(434)	-	(434)
Balance as at 31/03/16	4,312	58	-	7,084	11,454	-	11,454

	Share Capital	Capital reserves	Currency translation reserve	Retained earnings	Attributable to equity holders	Non-controlling interests	Total
US\$'000							
Group							
Balance as at 1/7/14	4,312	5,047	378	12,934	22,671	772	23,443
Total comprehensive income	-	-	(165)	549	384	(127)	257
Balance as at 30/09/14	4,312	5,047	213	13,483	23,055	645	23,700
Total comprehensive income	-	-	(575)	519	(56)	(60)	(116)
Balance as at 31/12/14	4,312	5,047	(362)	14,002	22,999	585	23,584
Total comprehensive income	-	-	(479)	(1,063)	(1,542)	(372)	(1,914)
Balance as at 31/03/15	4,312	5,047	(841)	12,939	21,457	213	21,670
Company							
Balance as of 1/7/14	4,312	58	-	9,997	14,367	-	14,367
Total comprehensive income	-	-	-	283	283	-	283
Balance as at 30/09/14	4,312	58	-	10,280	14,650	-	14,650
Total comprehensive income	-	-	-	134	134	-	134
Balance as at 31/12/14	4,312	58	-	10,414	14,784	-	14,784
Total comprehensive income	-	-	-	(842)	(842)	-	(842)
Balance as at 31/03/15	4,312	58	-	9,572	13,942	-	13,942

- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year**

There was no change in the Company's issued and paid-up share capital since the end of the previous period reported on.

Previously, at an Extraordinary General Meeting ("EGM") of the Company held on 30 October 2015, the shareholders of the Company approved the proposed consolidation of every five (5) existing ordinary shares of the Company into one (1) ordinary share (the "Share Consolidation"). The Share Consolidation was completed and became effective as at 9.00 am on 12 November 2015 and 136,513,397 existing ordinary shares of the Company were consolidated into 27,302,436 ordinary shares.

The Company did not have any outstanding options, convertibles or treasury shares as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

- (iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

As at	31/03/16	30/06/15
Total number of issued shares (excluding treasury shares)	27,302,436	136,513,397

Note: Please refer to 1d(ii) for details.

- (iv) A statement showing all sales, transfer, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable

- 2. Whether the figures have been audited, or reviewed and in accordance with which auditing standard or practice.**

The figures have not been audited or reviewed.

- 3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter)**

Not applicable

- 4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied**

The Group has applied the same accounting policies and methods of computation as in the Group's financial year ended 30th June 2015.

5. **If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change**

Not applicable

6. **Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends**

	3 months ended 31/03/16 ("3Q16")	3 months ended 31/03/15 ("3Q15")
Earnings (Loss) per ordinary share (US cents)	0.21	(0.78)

Note: the Earnings per ordinary share for 3Q16 and 3Q15 have been computed based on 27,302,436 number of shares (post-share consolidation) and 136,513,397 number of shares (pre-share consolidation) respectively.

7. **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year**

	Group		Company	
	31/03/2016	30/06/2015	31/03/2016	30/06/2015
Net asset value per ordinary share (US cents)	83.4	16.0	42.0	8.6

Note: the Net asset value ("NAV") per ordinary share as at 31 March 2016 has been computed based on 27,302,436 number of shares (post-share consolidation); the NAV per ordinary share as at 30 June 2015 have been computed based on 136,513,397 number of shares (pre-share consolidation)

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Table 1

	3 months ended 30/09/14 ("1Q15")	3 months ended 31/12/14 ("2Q15")	3 months ended 31/03/15 ("3Q15")	3 months ended 30/06/15 ("4Q15")	3 months ended 30/09/15 ("1Q16")	3 months ended 31/12/15 ("2Q16")	3 months ended 31/03/16 ("3Q16")
Revenue	13,894	12,741	9,873	10,816	8,835	10,038	7,877
Gross profit	3,410	3,554	1,890	2,434	2,245	2,747	1,957
Net profit (loss) after tax	408	461	(1,446)	(470)	614	547	122

Attributable to:-

Owners of the Company	548	519	(1,063)	402	670	612	59
Non-controlling interests	(140)	(58)	(383)	(872)	(56)	(65)	63
	408	461	(1,446)	(470)	614	547	122

Revenue and Net Profit attributable to equity holders of the parent (“Net Profit”)

3Q16 vs 3Q15

Revenues fell by 20.2% or US\$2.0 million to US\$7.9 million due mainly to (i) lower export sales to the US and UK/EU regions; and (ii) in the absence of sales from the Metrolink Group and Rossano (we divested our equity interest down to 10% in Metrolink and disposed the entire stake in Rossano). However, sales from our in-house brand (Commune) was higher as it continued to perform well in both Singapore and China markets.

Despite lower revenues, our Gross Profit rose by 3.5% or US\$0.07 million to US\$2.0 million. Gross Margin rose by 5.7 percentage points to 24.8% in 3Q16 compared to 19.1% in 3Q15. Gross Profits and Gross Margins rose as a result of strategic decisions to (i) focus in the higher-margin retail and distribution business for Commune and (ii) exit the loss-making businesses of Metrolink and Rossano.

Other income rose by US\$0.64 million to US\$0.88 million due mainly to the gain on disposal of our investment in Rossano.

Selling and distribution expenses fell by 17.5% or US\$0.21 million to US\$0.99 million following the divestment of Metrolink (in FY2015), whereas administrative expenses remained relatively unchanged at US\$1.5 million.

Other operating expenses fell by US\$0.66 million to US\$0.15 million in the absence of provisions for obsolete and slow-moving inventories and impairment of intangible assets (which were recorded in 3Q15).

Given the above, the financial performance for the Group in both 3Q16 and 9M16 improved sharply. For 3Q16, we reported a small US\$0.06 million Net profit compared to a Net Loss of US\$1.1 million in 3Q15. For the 9 months ended 31 March 2016, Net Profit improved to US\$1.3 million from a break-even position in the previous corresponding period.

Financial Position (31 March 2016 vs 30 June 2015)

Assets

Current Assets fell by US\$1.3 million to US\$18.0 million. Significant movements in Current Assets during the period under review were as follows:

- Cash at bank (inclusive of fixed deposits) rose by US\$1.1 million to US\$4.2 million due mainly to (i) cash received as deposits for the disposal of investment property in Vietnam and (ii) positive operating cash flows, offset by cash used to repay bank borrowings.
- Trade receivables fell by US\$0.99 million to US\$2.6 million on the back of lower export revenues. Trade receivables turnaround time continued to remain manageable at 27 days.
- Other receivables and prepayments rose by US\$0.43 million to US\$3.2 million due mainly to (i) higher deposits placed with suppliers (ii) higher Value Added

Tax (VAT) receivable from tax offices in Vietnam and (iii) an increase in rental security deposits for retail showrooms in Singapore.

- Inventories fell by US\$1.1 million to US\$6.2 million due mainly to reduction in raw material and WIP stock for our operations in Vietnam given a more efficient supply chain and production cycle.
- Assets held for sale (“AHS”) fell by US\$0.71 million to US\$1.8 million due to the disposal of our interest in Rossano. As at 31 March 2016, AHS comprised solely of investment properties.

Non-Current Assets fell by US\$0.10 million to US\$12.7 million due mainly to depreciation of property, plant and equipment and amortization.

Liabilities

Current Liabilities fell by US\$2.2 million to US\$7.3 million. Significant movements in Current Liabilities during the period under review were as follows:

- Bills payable fell sharply by US\$1.7 million to US\$0.58 million due to lower working capital borrowings and loans repayment. We repaid bank borrowings from our operating cash flows.
- Trade payables fell by US\$0.14 million to US\$2.2 million due to lower purchases.
- Other payables rose by US\$1.0 million to US\$3.6 million due mainly to deposits received for the disposal of investment property in Vietnam.
- Income tax payable rose by US\$0.12 million to US\$0.33 million due to higher tax provision for our profitable operations in Malaysia.
- Liabilities associated with AHS fell by US\$1.26 million to US\$0 following the disposal of our interest in Rossano.

Non-Current Liabilities fell by US\$0.29 million to US\$0.61 million due mainly to repayment of loans.

Shareholders' equity

Net asset or Equity attributable to shareholders rose by US\$0.87 million to US\$22.8 million as at 31 March 2016 due to earnings of US\$1.3 million for 9M16, offset by translation losses of US\$0.28 million arising from the consolidation of our Malaysian subsidiaries (as the RM weakened against the US\$ during the period under review), and after accounting for dividends payment of US\$0.19 million.

Minority interests

There were no minority interest as at 31 March 2016 following our disposal of our investment in Rossano.

Cash Flows (movements in 3Q16)

Net cash used in operating activities was US\$0.33 million for 3Q16 after accounting for earnings during the quarter under review and working capital investments. Net cash used in investing activities was US\$0.28 million due to investments in new equipment. Net cash generated from financing activities was US\$0.03 million due mainly to increase in trade financing offset by repayment of loans. Given these, Net cash and cash equivalents fell by US\$0.58 million to US\$4.1 million (net of bank overdrafts of US\$0.07 million)

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results

The Board of Directors stated in the 2Q16 announcement that barring any unforeseen circumstances, the Group expects to remain profitable in FY2016.

The Group recorded a Net Profit of US\$1.3 million for 9M16 compared to a break-even position in the previous corresponding period. Therefore, the current results are in line with the prospect statement disclosed in the 2Q16 results announcement.

10. A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months

Sales to our traditional export markets (the US and UK/EU) had been weak over the past reporting periods but order enquiries have increased recently with more potential orders coming from the US. Meanwhile, we also plan to expand our warehousing facilities in Malaysia to support the growth of our retail and distribution business (Commune) in the region.

However, we remain cautious over the impact on demand for furniture amidst talks of China's slowing growth. The global financial markets have also been highly volatile, which have to a larger extent affected consumer confidence. We will continue to monitor the macro economic indicators closely and make the necessary strategic business adjustments accordingly.

Given the above, the Board continues to believe that barring any unforeseen circumstances, the Group expects to remain profitable in FY2016.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

None

(c) Date payable

Not applicable

(d) Books closure date

Not applicable

12. If no dividend has been declared/recommendeded, a statement to that effect

No dividend has been declared/recommendeded.

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect

The Group has not obtained a general mandate from shareholders for IPTs.

IPT during the period under review was as follows:

Name of Interested Persons	Description of IPT	Value of IPT for the financial period under review (excluding transactions less than \$100,00) (S\$'000)
Koh Jyh Eng Koh Shwu Lee (Directors of the Company)	Refundable deposit placed with Zenith Heights Sdn Bhd (of which Koh Jyh Eng & Koh Shwu Lee are Directors) to secure a long-term lease for land owned by Zenith Heights Sdn Bhd in Malaysia which the Group intends to build warehousing facilities.	327 ⁽¹⁾

(1) Based on an exchange rate of S\$1:RM\$2.98

Note: The above IPT transaction constitutes 1.07% of the Group's audited NTA as at 30 June 2015.

14. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

The Company has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

PART II ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

15. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year

Not applicable

16. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments

Not applicable

17. A breakdown of sales

Not applicable

18. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

Not applicable

CONFIRMATION BY THE BOARD

We, James Koh Jyh Gang and Koh Shwu Lee, being two directors of Koda Ltd (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the un-audited financial results for the quarter ended 31 March 2016 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD
JAMES KOH JYH GANG
Managing Director
13 May 2016