



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

**PROFIT GUIDANCE FOR THE SECOND-HALF PERIOD AND FINANCIAL YEAR ENDED
31 DECEMBER 2021**

The Board of Directors (the “**Board**”) of LY Corporation Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to update its shareholders (“**Shareholders**”) that, based on the currently available preliminary assessment of the Group’s unaudited financial results for the second-half period and financial year ended 31 December 2021 (“**2H2021**” and “**FY2021**” respectively), the Group is expected to report a loss for 2H2021 and FY2021.

The loss for 2H2021 and FY2021 were mainly attributable to a decrease in revenue brought about by the following:

- (a) The temporary closure of the Group’s hostels, factories and/or warehouse in January 2021. The closure was a result of the Group’s foreign workers having to be quarantined and isolated when some of the employees were infected with COVID-19;
- (b) Full movement control order implemented by the Government of Malaysia in response to the COVID-19 pandemic which led to the temporary closure of the Group’s operations for the period between 1 June 2021 and 26 August 2021;
- (c) Various operating restrictions and limitations imposed by the Malaysian government on workforce and capacity that resulted in production cuts and reduced operating efficiencies in 2021; and
- (d) Global supply chain disruption that impeded the delivery of finished goods to the Group’s overseas customers.

The Company is in the process of finalising its 2H2021 and FY2021 financial results and targets to release the 2H2021 and FY2021 financial results on or before 1 March 2022.

In the meantime, shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

If you are in any doubt as to the action you should take, you should consult your stockbroker, bank manager, solicitor, accountant or other professional adviser.

BY ORDER OF THE BOARD

Tan Yong Chuan
Executive Director and Chief Executive Officer
21 February 2022

*This announcement has been prepared by LY Corporation Limited (the “**Company**”) and its contents have been reviewed by the Company’s sponsor, Xandar Capital Pte Ltd (the “**Sponsor**”) for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) Listing Manual Section B: Rules of Catalyst.*

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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