



LY CORPORATION LIMITED

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

RECEIPT OF LETTER OF DEMAND AND POTENTIAL CLAIMS

The Board of Directors (“**Board**”) of LY Corporation Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce the following:

1. Letter of demand from Synergy House Furniture Sdn Bhd

The Company’s 51%-owned subsidiary, Leyo Holdings Sdn Bhd (“**LEH**”), had on 13 November 2024, received a letter of demand from the solicitors representing Synergy House Furniture Sdn Bhd (“**Synergy**”) in relation to the royalty payment made to LEH by Synergy up to the date of the letter, amounted to RM823,395.61.

2. Claim by LY Furniture Sdn Bhd (“LYFSB”) against Xin Hwa Trading & Transport Sdn Bhd (“Xin Hwa”) and counter claim by Xin Hwa against LYFSB

The Company’s subsidiary, LYFSB, has initiated a claim against Xin Hwa (“**Claim by LYFSB**”) for a sum of USD78,889.53 comprises the value of missing inventories that were stored in one of the warehouses of Xin Hwa. In response to the Claim by LYFSB, Xin Hwa has filed a counter claim against LYFSB for an amount of RM311,501.12 in relation to the outstanding fees for warehousing services provided by Xin Hwa to LYFSB.

The Company is assessing the basis and merits of the letter of demand and counter claim by Xin Hwa and is seeking legal advice accordingly. The Company will make further announcements to update the shareholders on material developments on the above matters as necessary.

The Company is of the view that the above cases and any potential legal proceedings relating to the above matter will not affect the continued business operation of the Group, and the event that repayment of the alleged outstanding amount is to be made by the Group, such repayment is not expected to materially impact the financial position of the Group. Nevertheless, the Group’s profit will be materially affected if any of the outcome is not favourable to the Group.

BY ORDER OF THE BOARD

Tan Yong Chuan
Executive Director and Chief Executive Officer

18 November 2024

*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 the 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 correctness of any of the statements or opinions made or reports contained in this announcement.



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