



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

OUTCOME OF LEGAL PROCEEDINGS AND FILING OF NOTICE OF APPEAL BY WHOLLY-OWNED SUBSIDIARY

The Board of Directors (“**Board**”) of LY Corporation Limited (“**Company**”) and together with its subsidiaries, the “**Group**”) refers to the Company’s announcement dated 18 November 2024 on the claim by LY Furniture Sdn Bhd (“**LYFSB**”), a wholly-owned subsidiary of the Company, against Xin Hwa Trading & Transport Sdn Bhd (“**Xin Hwa**”) and counter claim by Xin Hwa against LYFSB.

By way of background, LYFSB’s claim against Xin Hwa was for USD78,889.53, representing the value of missing inventories that were stored at one of Xin Hwa’s warehouses, while Xin Hwa’s counterclaim against LYFSB was for RM311,501.12 in respect of outstanding warehousing fees, as set out in the Company’s announcement dated 18 November 2024.

The Board wishes to announce that on 5 June 2026, the Sessions Court of Johor Bahru delivered its judgment in the legal proceedings between LYFSB, as Plaintiff, and Xin Hwa, as Defendant. The Court has, among others, ordered the following:

1. LYFSB's claim against Xin Hwa was partially allowed, with Xin Hwa ordered to pay:
 - a) RM100,000.00;
 - b) Interest at the rate of 5% per annum on RM100,000.00 from the date of judgment until full settlement; and
 - c) Costs of RM7,000.00.
2. Xin Hwa's counterclaim against LYFSB was allowed, with LYFSB ordered to pay:
 - a) RM311,501.12;
 - b) Interest at the rate of 1.5% per month on RM311,501.12 from 1 February 2023 until full settlement; and
 - c) Costs of RM12,000.00.

The Company wishes to further announce that LYFSB had on 15 June 2026 filed a Notice of Appeal to the High Court against the aforesaid judgment. Accordingly, the matter remains subject to the outcome of the appeal proceedings.

The Company is seeking legal advice on the appeal and will take the necessary steps to protect its interests.

The financial impact arising from the judgment and the appeal proceedings will be assessed and accounted for in the financial statements of the Group where appropriate. At this juncture, the Company does not expect any immediate material operational impact arising from the judgment.

Further announcements will be made as and when there are material developments in this matter.



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BY ORDER OF THE BOARD

Tan Yong Chuan
Executive Director and Chief Executive Officer

17 June 2026

*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**”).*

*This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (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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