

KODA LTD

Company Registration Number: 19801299R

PROPOSED ONE-FOR-FIVE BONUS ISSUE AND DECLARATION OF INTERIM DIVIDEND FOR FINANCIAL YEAR ENDING JUNE 2007

Reference is made to the announcement of 29 January 2007 relating to the proposed bonus issue of up to 22,282,000 new ordinary shares in the capital of the Company on the basis of one (1) new ordinary share for every five (5) existing shares (the "**Bonus Shares**") held in the capital of the Company (the "**Proposed Bonus Issue**") and the announcement made on 30 January 2007 relating to the Company's declaration of an interim dividend of S0.5 cent for every ordinary share (less income tax of 20%) for the financial year ending 30 June 2007 (the "**Interim Dividend**").

The Directors of Koda Ltd (the "**Company**") would like to clarify that the Interim Dividends will be paid out before the Bonus Shares are issued and the Bonus Shares are as such, not entitled to the Interim Dividend. However, the Bonus Shares when issued, would rank pari pasu with the existing ordinary shares of the Company.

The book closure date and the date on which the Interim Dividend is to be paid out to shareholders will be announced in due course.