

KODA LTD

Company Registration No. 198001299R

PAYMENT OF INSURANCE CLAIM

Reference is made to the announcements dated 25 July 2005 and 18 November 2005 relating to the fire at the warehouse in Koda Ltd's (the "**Company**") Malaysian Operations and the interim payment of insurance claims.

The Company wishes to announce that the Company's subsidiary in Malaysia (the "**Subsidiary**") has received an additional payment of Malaysian Ringgit 4.0 million from the insurer, Malaysian Assurance Alliance Berhad. This brings the total insurance payments made to the Subsidiary to Malaysian Ringgit 6.0 million.

The Subsidiary is still in negotiations with the insurer regarding a claim for consequential loss as a result of the fire. A further announcement regarding this matter will be made where appropriate.