

KODA LTD

Company Registration No. 198001299R

ADDITIONAL INFORMATION

Further to the announcement of today regarding the acquisition (the “**Acquisition**”) of an equity interest in Richin Furniture Decor Pte Ltd (“**Richin**”), the Board of Directors of Koda Ltd (the “**Company**”) wishes to set out the following additional information:

1. the bases of computation under clause 1006(a) of the SGX-ST Listing Manual is not applicable as the transaction is an acquisition;
2. in relation to the bases of computation under clause 1006(b), the net profits attributable to the 70% stake in Richin Group compared to the Group’s net profits is approximately 13.8%, based on management accounts of Richin Group for the year ended 31 December 2005 and on the Group’s last announced consolidated accounts for the 6 months ended 31 December 2005 and the consolidated accounts for the 6 months ended 30 June 2005 (The Company’s financial year end date is June 30);
3. in relation to the bases of computation under clause 1006(c), The aggregate value of the consideration represents about 5.1% of the Company’s market capitalisation of as at 26 February 2006 (based on the weighted average price transacted on the market day preceding the date of the sale and purchase agreement relating to the Acquisition).
4. the bases of computation under clause 1006(d) of the SGX-ST Listing Manual is not applicable as no securities are being issued by the Company as a consideration for the acquisition.

Accordingly, as stated in the announcement of earlier today, the Acquisition is not a transaction that requires the approval of the Company’s shareholders under the bases provided in clause 1006 of the SGX-ST Listing Manual.

Richin is the holding company, holding the entire equity interests, of Rossano Design Company Limited, a company incorporated in Vietnam, Ho Chi Minh City, which is engaged in the production and retail of sofa, bedroom and dining room furniture