



MEGACHEM LIMITED
Registration No.198803293M

PROFIT GUIDANCE IN RELATION TO UNAUDITED INTERIM FINANCIAL RESULTS FOR HALF YEAR ENDED 30 JUNE 2023

The Board of Directors (the “Board” or “Directors”) of Megachem Limited (the “Company” and together with its subsidiaries, collectively the “Group”) wishes to announce that, based on our preliminary assessment of the information currently available to the Board, the Group expects to report a lower net profit after tax (“NPAT”) for the first half year ended 30 June 2023 (“1H 2023”) compared to the first half year ended 30 June 2022 (“1H 2022”) due to persistent inflationary pressure and economic weakness. In addition, after a surge in demand and prices in 1H 2022, the chemical industry is undergoing a phase of inventory destocking and price correction.

With regard to the recent fire incident at our warehouse, there will be financial impact on our results for 2H 2023 but not for 1H 2023 since it happened on 5 July 2023. However, we are unable to ascertain the extent of the impact currently. Please refer to the Company’s announcement released on 5 July 2023 for more details in relation to the fire incident.

The information contained in this announcement is only a preliminary assessment by the Board of the Group’s performance based on currently available information. The Company is in the process of preparing the unaudited interim financial results of the Group, and the results announcement for 1H 2023 will be released on or about 10 August 2023.

Shareholders and potential investors are reminded to exercise caution when dealing or trading in the securities of the Company. When in doubt as to the action they should take, shareholders and potential investors should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

On Behalf of the Board

Chew Choon Tee
Managing Director

10 July 2023

This announcement has been reviewed by the Company's Sponsor, SAC Capital Private Limited (the "Sponsor").

This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange 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.

The contact person for the Sponsor is Mr Bernard Lim (Tel: (65) 6232 3210) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.