

27 May 2020

ASX ANNOUNCEMENT

KRS FY19 ANNUAL RESULTS ANNOUNCEMENT

Kresta Holdings Limited (**Company**) (ASX:KRS) announces it had lodged its annual report for the financial year ended 31 December 2019 on 22 May 2020.

Key points:

- | | Change from 2018 |
|--|-----------------------------|
| • Sales revenue of \$44.45 million | \$42.32 million PCP |
| • Net loss after tax of \$7.54 million | \$ 18.37 million PCP |
| • Net Operating cash inflow of \$2.10 million | \$827k PCP |

The Group recorded revenue of \$44,450,000 which was an increase of \$2,130,000 or 5% from the corresponding year ended 31 December 2018. Factors contributing to the increase in revenue is mainly due to its focus on product delivery including increased efficiency and accuracy via its self-developed customer management software and improving in product lead time in 2019.

The Company recorded a post-tax profit from continuing operations of \$1,513,000 (December 2018 loss: \$8,187,000).

Net loss after tax was \$7,541,000 compared with a prior year loss of \$18,376,000.

On a cash flow basis, the Company recorded a cash inflow from operations of \$2,104,000, compared with a prior year inflow of \$827,000.

After the disposal of its continuing loss making brand, Curtain Wonderland. The Group will still focus on product quality with a vision to deliver the best quality in Australia and New Zealand. The Group has refocused on its Kresta and Vista brands in delivering custom made products. It's the group's mission to focus on improving product lead times, product quality and customer services in 2020.

For further information please contact:

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