Design Capital Limited
設計都會有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 1545)

PROFIT WARNING

This announcement is made by Design Capital Limited (the "**Company**", and together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors of the Company (the "**Board**") wishes to inform the shareholders and potential investors that, based on a preliminary review of the Group's unaudited consolidated management accounts for the six months ended 30 June 2025 (the "**2025 Interim Period**") and other information currently available to the Board, the Group is expected to record a decrease in revenue for the 2025 Interim Period in the range of 20% to 30% as compared to the corresponding period in 2024 (the "**2024 Interim Period**"). The Group is also expected to record an unaudited loss attributable to equity holders in the range of approximately S$2.0 million to S$2.5 million for the 2025 Interim Period (the "**Estimated Loss**") as compared to a profit of S$253,000 for the 2024 Interim Period.

The Estimated Loss is mainly attributable to significant foreign exchange translation losses resulting from the depreciation of the United States (the "**U.S.**") dollar; and a decrease in unaudited revenue due to the following factors:

1) Persistently high interest rates in the U.S. have resulted in high mortgage rates, which in turn has affected the U.S. property sales transactions and also reduced consumer affordability on discretionary items such as furniture;

2) Changes in U.S. trade policies, such as tariffs, along with interest rate policies in the U.S., have affected consumer sentiment and demand, thereby negatively affecting the Group's U.S. furniture sales segment; and

3) A slowdown in the high-end residential market segment in Singapore has also impacted the Group's furniture sales segment.

Notwithstanding the above, the Board believes that the Group still maintains a healthy financial and cash position that would enable it to tide over this challenging period.

The information contained in this announcement is only based on a preliminary assessment of the unaudited information currently available to the Board. The interim results for the 2025 Interim Period (the "**2025 Interim Results**") have not yet been finalised as at the date of this announcement. The actual 2025 Interim Results may be different from what is indicated in this announcement. The Group's unaudited consolidated interim results and other related details will be disclosed in the 2025 Interim Results announcement to be published by the Company in August 2025.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the securities of the Company.

By Order of the Board
Design Capital Limited
Goon Eu Jin Terence
Chairman and Executive Director

Hong Kong, 25 July 2025

As at the date of this announcement, the Board comprises Goon Eu Jin Terence, Wee Ai Quey and Ong Ciu Hwa as executive directors, Kho Chuan Thye Patrick and Lim Sooi Kheng Patrick as non-executive directors, and Lim Boon Cheng, Ng Chee Kwong, Colin and Hwang Kin Soon Ignatius as independent non-executive directors.