

18 April 2012

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ASX ANNOUNCEMENT

CODAN LIMITED PROFIT GUIDANCE UPGRADE

The Board of Codan Limited (ASX:CDA) today upgraded underlying net profit after tax guidance to in the region of \$26 million for the full financial year.

Underlying net profit after tax is now expected to exceed the levels achieved in the first half of FY12. This compares to our previous full year guidance of underlying net profit after tax in the region of \$20 million.

This improved performance has largely resulted from increased sales of gold detectors into our African markets.

The comprehensive work conducted during the past twelve months to promote the use of our market-leading gold detectors in other parts of Africa is beginning to show results. This, coupled with the efforts to ensure that customers can more easily purchase 'genuine' products, has lifted sales demand.

The radio communications business continues to expand its product offering and customer base and will deliver a significant profit improvement this year.

The Minetec business has had a strong first quarter under Codan's ownership and remains on track to deliver the forecast \$1 million EBITDA for FY12. The integration activities and realisation of synergies for this business are progressing to plan and we continue to see significant growth opportunities for this business.

We continue to action our long-term strategic initiatives in order to expand our business both organically and by acquisition.



Michael Barton
Company Secretary