



18 May 2018

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COMPANY ANNOUNCEMENTS PLATFORM
AUSTRALIAN SECURITIES EXCHANGE

**CODAN LIMITED FY18 PROFIT GUIDANCE:
STRONGER SECOND HALF**

- Continuing strong metal detector sales
- Full year underlying net profit after tax is now expected to be in the region of \$38 million
- Strengthening balance sheet – \$20 million net cash position at 30 April

The Board's expectation was for a stronger second half, and we are pleased to confirm that this will be the case for FY18.

Metal detector sales have exceeded the levels achieved in the first half and are being driven by the superior performance of our products and important new product releases, such as the Equinox® coin and treasure detector, rather than surges in isolated markets. We now have the ability to sell a complete range of metal detector products into the market, reducing our reliance on any one product, market segment or country.

After payment of the interim dividend, continuing strong cash generation has resulted in a net cash position of \$20 million at 30 April.

Outlook

Assuming that metal detector sales continue to be strong and Minetec delivers product under the recently announced contract win with BHP, the Board expects underlying net profit after tax for the year ending 30 June 2018 to be in the region of \$38 million.

On behalf of the Board

Michael Barton
Company Secretary

Codan is a technology company that provides robust technology solutions that solve customers' communications, safety, security and productivity problems in some of the harshest environments around the world.

FOR ADDITIONAL INFORMATION, PLEASE CONTACT:-

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