

ASX RELEASE**CYG – H1 FY23 Trading Update****19 January 2023**

Coventry Group Ltd (ASX: CYG) announced today an update on the Group's trading.

H1 FY23 Group sales up +12.1% on the prior year with unaudited EBIT up +13.1%.

Robert Bulluss, Group CEO and Managing Director of Coventry Group said, "The Group delivered solid H1 sales and unaudited EBIT growth despite a continuing volatile macro environment with global instability, rising interest rates, price inflation, adverse weather events and weakening currency."

Sales growth

Sales growth is being driven by our strong value proposition, activity in our key market sectors and diversification into new markets. Percentage sales and unaudited EBIT growth change in H1 FY23 when compared with the prior year is shown below:

Segment	H1 FY23 vs H1 FY22 % change
Fluid Systems (FS) Sales	+10.2%
Trade Distribution (TD) Sales	+13.5%
Consolidated Group Sales	+12.1%
Consolidated Group Unaudited EBIT ¹	+13.1%

Notes

1. For comparison purposes, unaudited EBIT has been adjusted for the estimated impact of the application of AASB16.

Outlook

We have identified growth opportunities across all segments of the business – market share gains, new branches and product range extension. Although cost inflation and supply chain issues have eased, labour and skills shortages remain a key challenge and a brake on accelerating growth.

Given continuing market uncertainty we will not be providing full year guidance but will continue to provide quarterly trading updates to the market.

Authorised for release by the Board of Directors of Coventry Group Limited.

For further information contact:

Robert Bulluss
Chief Executive Officer and Managing Director (03) 9205 8219