

## MEDIA RELEASE

### **KOP REPORTS 9 MONTHS PROFIT AFTER TAX OF S\$0.03 MILLION** **- Compared to a Loss After Tax of S\$5.48 Million Over Last Year**

#### **Financial Highlights** **For the third quarter ended 31 December 2019**

|                                        | <b>3QFY2020</b><br><b>S\$'000</b> | <b>3QFY2019</b><br><b>S\$'000</b> | <b>Growth</b><br><b>%</b> | <b>9MFY2020</b><br><b>S\$'000</b> | <b>9MFY2019</b><br><b>S\$'000</b> | <b>Growth</b><br><b>%</b> |
|----------------------------------------|-----------------------------------|-----------------------------------|---------------------------|-----------------------------------|-----------------------------------|---------------------------|
| Revenue                                | 6,276                             | 4,697                             | 34                        | 16,887                            | 13,898                            | 22                        |
| Gross Profit                           | 4,088                             | 2,634                             | 55                        | 10,591                            | 8,007                             | 32                        |
| Administrative and<br>general expenses | (3,952)                           | (5,073)                           | (22)                      | (9,548)                           | (13,044)                          | (27)                      |
| Loss before tax                        | (747)                             | (3,317)                           | (77)                      | (240)                             | (5,400)                           | (96)                      |
| Profit/ (Loss) after tax               | (519)                             | (3,404)                           | (85)                      | 30                                | (5,483)                           | N.M.                      |

**Singapore, 13 February 2020** – Catalyst-listed KOP Limited (“**KOP**” or “**the Group**”) today announced a profit after tax of S\$0.03 million for the 9 months ended 31 December 2019 (“**9MFY2020**”), compared to a loss S\$5.48 million for the corresponding period last year (“**9MFY2019**”).

9MFY2020 Group revenue was S\$16.89 million, an increase of 22 per cent over 9MFY2019. The increase was largely due to a rise in revenue from real estate origination and management services as well as the hospitality segment. 3QFY2020 revenue increased by 34 per cent to reach S\$6.28 million as compared to S\$4.70 million for 3QFY2019.

Ms Ong Chih Ching, Executive Chairman and Executive Director of KOP Limited, said: “Although the Group incurred a small loss for the third quarter, there was a net profit recorded for the 9 months ended 31 December 2019. Revenue for the third quarter increased by 34 per cent over last year. This was largely due to the better performance achieved through the hospitality sector namely, Montigo Resorts, Nongsa and Montigo Resorts, Seminyak. We also managed to lower the administrative expenses for the Group by

27 per cent from S\$13.04 million for the 9 months ended 31 December 2019 to S\$9.55 million for 9MFY2020.”

On a fully diluted basis, the Group’s earnings per ordinary share improved from loss of 0.47 cents in 9MFY2019 to a profit of 0.02 cents in 9MFY2020. This is based on the issued share capital of 1,107,962,214 ordinary shares.

No interim dividend has been declared for 9MFY2020.

## **Business Prospects**

The Group’s business operations are in Singapore, China and Indonesia. In view of the challenging operating environment and volatilities, the Group will take on more management and advisory businesses. Management will remain prudent in cost management and continues to focus on improving operational efficiency.

The Group’s hospitality segment comprising Montigo Resorts, Nongsa and Montigo Resorts, Seminyak, continues to record positive growth in occupancy and performance. This segment is expected to continue to contribute healthy recurring income to the Group as the two resorts have a strong brand name and a niche market for multi-generational vacations. However, with the outbreak of the coronavirus disease (“**COVID-19**”), the travel and tourism sectors are impacted. Both of our Montigo Resorts are taking necessary precautionary measures and business continuity plans have been implemented to minimize the impact of the COVID-19 such as management of utilities, supplies and manpower during this period of time to ensure costs stay low. The Group remains committed to weathering the challenging business environment as market risks remain elevated.

Over in mainland China, the construction of Wintastar Shanghai project is still ongoing but progress will inevitably be slow. The Group will continue to monitor on the progress of the construction closely.

Closer to home, the Group will launch its high-end condominium project, Dalvey Haus, by last quarter of this financial year. In view of the outbreak of the COVID-19, the Group will be more prudent on its marketing budget and will look for alternative sale and marketing efforts.



Co. Registration No.: 200415164G

## About KOP Limited

Listed on the Catalist board of the SGX-ST, KOP Limited ("KOPL" or the "Group") is a Singapore-based real estate development and entertainment company with a diversified and robust portfolio of developments and investments in Singapore as well as the region.

With origins leading back to KOP Properties Pte. Ltd., the Group has quickly built a reputation as a developer of niche, iconic and award-winning projects such as The Ritz-Carlton Residences and Montigo Resorts, Nongsa and Seminyak in Indonesia, and the upcoming Wintastar in Shanghai. Wintastar, Shanghai is the highly-anticipated integrated sports-entertainment-tourism resort that will house the world's largest indoor Ski & Snow Park. KOPL's property business covers areas of real estate development, investment and management services and is built on an integrated business model. Through a broad range of distinctive and award-winning real estate and hospitality projects crafted with quality design and workmanship, KOPL provides unique living and leisure experiences to its clients.

Leveraging on the strategic synergies between its subsidiaries, KOPL is empowered to expand its core business of property development and incorporate entertainment elements into various ventures, adding flavour and character to real estate. Through spearheading high-quality and innovative projects, with the objective to strengthen its market leadership, KOPL aims to generate growing returns for its shareholders and investors.

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