



PRESS RELEASE

For Immediate Release

KTMG reports S\$0.1 million net profit for 1H2025 with gross margin improvement by 2.0 percentage points

	1H2025 S\$'000	1H2024 S\$'000	Change %
Revenue	30,383	40,926	(25.8)
Gross profit	4,130	4,758	(13.2)
Profit before tax	204	174	17.2
Net profit attributable to shareholders	105	111	(5.4)

SINGAPORE, 13 AUGUST 2025 – Catalyst-listed KTMG Limited, (“**KTMG**”, or the “**Company**” and together with its subsidiaries, the “**Group**”), a Malaysia-based integrated textile and apparel manufacturer, today reported a net profit attributable to shareholders of S\$0.1 million for the half year ended 30 June 2025 (“**1H2025**”).

The Group’s revenue decreased by 25.8% to S\$30.4 million in 1H2025. This decline was mainly due to lower apparel orders from existing customers in the United States (“**US**”) (S\$6.0 million), the United Kingdom (S\$4.8 million), and Canada (S\$2.2 million), as the Group gradually shifted its focus back to the European Union market. Sales to the European Union increased by S\$2.8 million to S\$10.2 million during the period. Additionally, the Group’s subsidiary in Cambodia secured a year-round major order that utilised up to a quarter of its production capacity in the early months of the financial period. As the raw materials (fabric,

accessories, and embellishments) for this order were supplied directly by the customer, the Group recorded lower billings for the contract.

Gross profit fell by 13.2% to S\$4.1 million in 1H2025 due to lower revenue. However, gross profit margin improved by 2.0 percentage points to 13.6%, compared to 11.6% in 1H2024, mainly due to lower raw material and labour costs.

Other income increased significantly by 395.5% to S\$1.0 million in 1H2025. This was mainly attributable to a realised foreign exchange gain of S\$0.6 million following the strengthening of the US Dollar against the Malaysian Ringgit, particularly in early 1H2025, supported by a S\$0.2 million increase in income from sub-contracting works performed by the Group's Malaysian subsidiary.

Finance costs rose by 24.1% to S\$0.7 million in 1H2025, mainly due to higher interest expenses on lease liabilities following the renewal of five-year leases for the Group's apparel manufacturing plants in Cambodia in the second half of 2024.

In the latest half-year results, the Group posted earnings per share of 0.06 Singapore cents, compared to 0.07 Singapore cents in the corresponding period last year.

Said KTMG's Chief Executive Officer, Damien Lim, **"We are encouraged by the recent US tariff reductions, which have improved the competitiveness of our manufacturing bases in Cambodia and Malaysia. Our strategic initiatives, including expanding textile manufacturing capabilities and securing longer-term contracts with key customers, are yielding positive results. We see promising opportunities in regions such as the European Union, Japan, and the US, where our production base in Cambodia offers competitive advantages, including preferential tariffs and strategic location. As we navigate evolving market dynamics, our focus on resilience, adaptability, and long-term value creation will continue to guide our operations and deliver sustained performance for our shareholders."**

Financial Position

As at 30 June 2025, the Group's net asset value was S\$15.2 million, which translates into a net asset value per share of 8.93 Singapore cents, compared with 8.86 Singapore cents as at 31 December 2024. Cash and cash equivalents was S\$2.0 million as at the end of the period.

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This press release is to be read in conjunction with the Company's announcement posted on the SGX website on 13 August 2025.

Issued on behalf of KTMG Limited by:

GC Consultants Pte Ltd

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*This press release has been reviewed by the Company's continuing sponsor (the "**Sponsor**"), SAC Capital Private Limited. This press release has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") and the SGX-ST assumes no responsibility for the contents of this press release, including the correctness of any of the statements or opinions made, or reports contained in this press release.*

The contact person for the Sponsor is Ms Lim Qi Fang (Tel: (65) 6232 3210) at 1 Robinson Road, #21-01 AIA Tower, Singapore 048542.

About KTMG Limited

KTMG Limited ("**KTMG**" and together with its subsidiaries, the "**Group**") is an integrated textile and apparel manufacturer.

KTMG is a contract manufacturer of apparel specialising in athleisure wear, casual wear, loungewear, and pyjamas for various ages, with facilities in Malaysia and Cambodia. The Group manufactures apparel for retailers in the United States, European Union, Japan, Canada, and the United Kingdom, who then sell apparel products under their own brands. The Group has a co-creation business model through which it collaborates closely with its customers during the product initiation process, thereby offering customers a one-stop value-added platform.

KTMG also expanded upstream into the knitting, dyeing, and finishing of fabric, with its own textile manufacturing facility in Johor, Malaysia.
