

KTL Global's FY15 Revenue Up Despite Tough Business Conditions; Recent Corporate Initiatives Expected To Ease Pain In FY16 From Slowdown In Oil and Gas Sector

As at 30 June 2015 S\$'000	4Q FY15	4Q FY14	Change %	FY15	FY14	Change %
Revenue	16,215	17,452	(7.1)	72,964	72,469	0.7
Gross Profit	6,643	6,642	0.1	24,909	25,703	(3.1)
Gross Profit Margin (%)	41.0	38.1	2.9 ppt	34.1	35.5	(1.4) ppt
Net Profit/(Loss) After Tax	(337)	215	n.m.	1,845	2,874	(35.8)
EPS/(LPS) - Cents	(0.14)	0.10	n.m.	0.81	1.27	(36.2)
NAV Per Share As At 30 June 2015 (Cents): 19.8			NAV Per Share As At 30 June 2014 (Cents): 20.4			

n.m. - not meaningful

SINGAPORE, 29 August 2015 – SGX Mainboard-listed **KTL Global Limited** (“**KTL Global**” or the “**Group**”), a rope and rigging specialist for the oil and gas, marine and construction industries, announced today its financial results for the fourth quarter (“4Q FY15”) and full year (“FY15”) ended 30 June 2015.

Revenue for FY15 rose 0.7% to S\$73.0 million from S\$72.5 million the previous year, aided by higher contributions from the marine segment. Gross profit margin for the year slipped to 34.1% from 35.5% as cost of sales increased. Net profit declined 35.8% to S\$1.8 million due to higher finance costs and reduced gains from the sale of property, plant and equipment.

For 4Q FY15, gross profit margin increased to 41.0% from 38.1% in the same quarter last year, driven mainly by oil and gas equipment rental, which typically commands better margins. The Group incurred a net loss of S\$0.3 million for 4Q FY15 compared to a net profit of S\$0.2 million a year earlier due to higher finance costs and a foreign exchange loss. Revenue fell 7.1% to S\$16.2 million.

Earnings per share declined to 0.81 Singapore cent in FY15 from 1.27 Singapore cents in FY14, while net asset value per share slipped to 19.8 Singapore cents from 20.4 Singapore cents as at 30 June 2014.

The Group expects FY16 to be challenging due to the fall in crude oil prices, which are likely to remain under pressure all through 2016. This, together with the current volatility in global financial markets, will keep business conditions difficult and could have a negative impact on the Group's FY16 revenue.

Mr. Wilson Tan, Chief Executive Officer of Singapore-based KTL Global, said, “There is a high degree of uncertainty in the oil and gas sector. Having said that, we will endeavour to make progress as we continue to pursue our three strategic thrusts announced earlier this year – to

scale up the value chain, extend our geographical footprint and improve internal and operating efficiencies."

The Group expects the oil and gas market in the Middle East to remain positive. KTL Global's Middle Eastern operation saw a 50% jump in revenue in FY15 over the previous year. Its plant in the Hamriyah Free Zone, UAE, is the largest dedicated wire rope and rigging facility in the Middle East.

In line with the Group's intention to extend its geographical footprint, KTL Global announced on 4 June 2015 an acquisition of a 20% stake in South Korean rigging specialist Dae Kwang Co. Ltd. ("Dae Kwang"). Dae Kwang's network and customer base are expected to aid the Group's growth through the provision of higher-margin heavy lift slings and managed services. Dae Kwang's third facility, with an area of 100,000 sq m and expected to be completed by end-2015, will allow the Group to take on larger-scale, higher-value projects.

The relocation of most of KTL Global's production facilities from Singapore to Malaysia will yield cost savings in FY16. The Group commenced the move to Johor at the start of 2015 and has since leased out over 70,000 sq ft of unused space in Singapore, which will remain KTL Global's headquarters. The relocation is scheduled to be completed by the end of 2015.

###End of Release###

Issued on behalf of the Company by WeR1 Consultants Pte Ltd:

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About KTL Global Limited

Singapore-based KTL Global Limited ("KTL Global" or the "Group") is a leading solutions provider of offshore oil & gas ("O&G") equipment in the region. Listed on the SGX Mainboard, the Group is one of Asia's major suppliers of rigging equipment and related services to the offshore oil and gas, marine and construction industries.

With a legacy of more than 100 years, the Group is one of the world's largest suppliers of wire ropes, premium steel wire ropes and fittings for lifting and mooring through its wholly-owned subsidiary, KTL Offshore Pte Ltd. It also provides testing, certification and maintenance services.

The Group's geographical presence includes rigging facilities – the largest of their kind – in the Hamriyah Free Zone in the United Arab Emirates, South Korea and Johor in Malaysia. It has offices in countries such as China and Indonesia, as well as strategic partners in Mexico and Brazil.

For more information, please visit: www.ktlgroup.com