



KLW HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration Number: 199504141D)

IMPACT OF COMPLIANCE WITH MALAYSIA'S MOVEMENT CONTROL ORDER

The Board of Directors (the “**Board**”) of KLW Holdings Limited (the “**Company**”) wishes to announce that in light of the Malaysian federal government’s directive to temporarily restrict nationwide movement as part of efforts to contain the COVID-19 outbreak (“**Directive**”), the Company will stop production at its factory in Johor from 18 March 2020 to 31 March 2020 (“**Effective Period**”). The Directive requires all businesses, government departments and private premises – excluding those providing essential services and products – to close for the Effective Period.

The closure of the Johor factory will affect order shipments to the Group’s customers that were originally scheduled during the Effective Period. The Johor factory is one of two production plants for the Company’s Doors business. The other plant, located in China’s Dongguan city in Guangdong province, remains in production.

The current Directive and any extension thereof for a prolonged period of time could negatively impact the Company’s cashflow and financial position as certain fixed costs such as wages and overheads will need to be paid despite the lack of revenue arising from ceasing operations in accordance with the Directive. The Company will continue to monitor the state of health of its workers in Johor, assess the impact of the Directive on its business, and will provide updates on this and any other material developments as soon as practicable.

By Order of the Board

KLW Holdings Limited
Ms Gloria Wong
Executive Director
19 March 2020

This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor, R & T Corporate Services Pte. Ltd. (“Sponsor”), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (“SGX-ST”). The Sponsor has not independently verified the contents of this announcement including the accuracy or completeness of any of the figures used, statements, opinions or other information made or disclosed.

This announcement has not been examined or approved by the SGX-ST. The SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

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