

KTMG LIMITED

(the "Company")
(Company Registration No. 197401961C)
(Incorporated in the Republic of Singapore)

APPLICATION FOR EXTENSION OF TIME:

- (I) TO HOLD THE COMPANY'S ANNUAL GENERAL MEETING ("AGM") FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023 ("FY2023") PURSUANT TO RULE 707(1) OF THE LISTING MANUAL SECTION B: RULES OF CATALIST OF THE SGX-ST (THE "CATALIST RULES");
 - (II) TO ISSUE ITS ANNUAL REPORT FOR FY2023 ("AR2023") PURSUANT TO RULE 707(2) OF THE CATALIST RULES; AND
 - (III) TO ISSUE ITS SUSTAINABILITY REPORT FOR FY2023 ("SR2023") PURSUANT TO RULE 711A OF THE CATALIST RULES.
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1. Introduction

The Board of Directors (the "**Board**") of KTMG Limited (the "**Company**"), and together with its subsidiaries, the "**Group**") or the "**Directors**") wishes to announce that the Company has made an application, through the Company's sponsor, to the Singapore Exchange Securities Trading Limited ("**SGX-ST**") for the following:

- (a) 60-day extension of time to hold its AGM for FY2023 from the current deadline of 30 April 2024 prescribed under Catalist Rule 707(1) to 29 June 2024;
- (b) 60-day extension of time to issue its AR2023 from the current deadline of 15 April 2024 prescribed under Catalist Rule 707(2) (read with Catalist Rule 704(14)) to 14 June 2024; and
- (c) 60-day extension of time to issue its SR2023 from the current deadline of 30 April 2024 prescribed under Catalist Rule 711A) to 29 June 2024.

(collectively, the "**EOT Application**").

2. Rationale for the EOT Application

The Group is expected to record a net loss of approximately S\$2.0 million for FY2023, a first since the financial year ended 31 December 2020 (i.e. the first full financial year of the Group following the completion of the reverse takeover exercise in February 2019.) The net loss was attributable to, amongst others, lower consumer purchasing power as a result of inflation and rising interest rates, thereby affecting demand from customers in the United Kingdom, Canada and Europe, and one-off costs incurred to fulfil a substantial maiden order from a new customer with a tight delivery schedule. As a result of the tight delivery schedule, the Group incurred higher salaries and production-related costs, freight and delivery charges on the order concerned.

As a result of the foregoing, certain significant subsidiaries of the Group have been identified with indicators of impairment. Accordingly, Management has been required to perform an impairment assessment on, amongst others, cost of investment in subsidiaries at the Company level, together with property, plant and equipment ("**PPE**") and Right-of-Use ("**ROU**") assets of the subsidiaries.

As at the date of this announcement, the impairment assessment of the cost of investment in subsidiaries at the Company level, PPE and ROU remains outstanding as the Company's external auditors, Foo Kon Tan LLP ("**FKT**"), has requested for the Company to engage an independent professional valuer to perform a valuation exercise to determine the recoverable amount of the Company's property, plant and equipment ("**PPE**") and Right-of-Use ("**ROU**") assets. Due to the voluminous nature of the Group's plant and machinery in Malaysia and Cambodia, the valuation exercise is still underway.

It is the Group's practice to issue the Sustainability Report together with or after the release of the Annual Report (an in any event no later than 4 months after the end of the financial year). As the Sustainability Report makes references to the Annual Report on sections relating to, amongst others, the governance structure of the Group, communication with stakeholders on critical concerns and remuneration policies, an extension of time is correspondingly sought for the SR2023. Further, the finance team's resources are tied up with the valuation exercise mentioned above.

3. Application to Accounting and Corporate Regulatory Authority

The Company has concurrently submitted an application to the Accounting and Corporate Regulatory Authority of Singapore ("**ACRA**") for the extension of time to hold its AGM for FY2023 under Section 175(2) of the Companies Act 1967 of Singapore (the "**Act**") and to file its annual return for FY2023 under Section 197(1B) of the Act.

4. Further Announcements

The Company will update shareholders on the outcome of the EOT Application to SGX-ST and ACRA in due course.

By Order of the Board of Directors
KTMG Limited

Damien Lim Vhe Kai
Executive Director and Chief Executive Officer
3 April 2024

This announcement has been reviewed by the Company's sponsor SAC Capital Private Limited (the "Sponsor"). This announcement 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 announcement, including the correctness of any of the statements or opinions made, or reports contained in this announcement.

The contact person for the Sponsor Ms. Charmian Lim (Tel: (65) 6232 3210) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.