



KTL Global Limited

(Incorporated in the Republic of Singapore)
(Company Registration No. 200704519M)
(The "Company")

Unaudited Second Quarter Financial Statements and Dividend Announcement For the Financial Period Ended 31 December 2015

1(a) Statement of Comprehensive Income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

(The figures have not been audited or reviewed by the auditors)

	Group Second Quarter Ended		% Change Increase/ (Decrease)	Group Half Year Ended		% Change Increase/ (Decrease)
	31-Dec-15 S\$'000	31-Dec-14 S\$'000		31-Dec-15 S\$'000	31-Dec-14 S\$'000	
Revenue	14,062	20,576	-32%	24,309	40,230	-40%
Cost of sales	(8,212)	(14,656)	-44%	(14,894)	(28,082)	-47%
Gross profit	5,850	5,920	-1%	9,415	12,148	-22%
Other operating income	815	754	8%	861	1,186	-27%
Administration expenses	(5,058)	(4,601)	10%	(9,945)	(9,122)	9%
Sales and marketing expenses	(1,020)	(1,242)	-18%	(2,044)	(2,223)	-8%
Share of results of joint venture companies	(13)	(7)	86%	(24)	(19)	26%
Profit (Loss) from operations	574	824	-30%	(1,737)	1,970	N.M.
Finance costs	(331)	(159)	108%	(702)	(318)	121%
Profit (Loss) from operations before taxation	243	665	-63%	(2,439)	1,652	N.M.
Income tax expense	-	-	N.M.	-	(54)	N.M.
Profit (Loss) net of tax	243	665	-63%	(2,439)	1,598	N.M.
Other comprehensive loss:						
Exchange differences on translating foreign operations, net of tax	101	(431)	123%	(1,453)	(475)	-206%
Other comprehensive income for the period	101	(431)	123%	(1,453)	(475)	-206%
Total comprehensive income (loss)	344	234	47%	(3,892)	1,123	N.M.
Profit (Loss) net of tax attributable to:						
-Owners of the parent	240	680	-65%	(2,438)	1,609	N.M.
-Non-controlling interests	3	(15)	N.M.	(1)	(11)	-91%
Profit (Loss) net of tax	243	665	-63%	(2,439)	1,598	N.M.
Total comprehensive income (loss) attributable to:						
-Owners of the parent	341	249	37%	(3,891)	1,134	N.M.
-Non-controlling interests	3	(15)	N.M.	(1)	(11)	-91%
Total comprehensive income (loss)	344	234	47%	(3,892)	1,123	N.M.

1(a)(i) Profit Before Income Tax is arrived after crediting/ (charging) the following :

	Group Second Quarter Ended		% Change Increase/ (Decrease)	Group Half Year Ended		% Change Increase/ (Decrease)
	31-Dec-15 S\$'000	31-Dec-14 S\$'000		31-Dec-15 S\$'000	31-Dec-14 S\$'000	
Depreciation of property, plant and equipment	(840)	(688)	22%	(1,718)	(1,376)	25%
Interest expenses	(331)	(159)	108%	(702)	(318)	121%
Gain (Loss) on disposal of property, plant and equipment, net	14	79	-82%	23	89	-74%
Foreign exchange (loss) gain, net	388	162	140%	50	153	-67%

Note:

(1) N.M. = Not Meaningful

1(b)(i) A Statement of Financial Position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

	Group As At		Company As At	
	31-Dec-15 S\$'000	30-Jun-15 S\$'000	31-Dec-15 S\$'000	30-Jun-15 S\$'000
ASSETS				
Non-current assets:				
Investment properties	2,044	2,200	-	-
Property, plant and equipment	27,487	23,018	-	-
Prepaid land lease	3,395	3,755	-	-
Investments in subsidiaries	-	-	13,161	13,161
Investment in joint ventures	1,623	1,647	7	7
Investment in an associate	6,967	-	6,967	-
Amount due from a subsidiary	-	-	741	741
Other receivables	365	359	-	-
Prepayments	99	1,776	-	-
Deferred tax assets	32	36	-	-
Total non-current assets	42,012	32,791	20,876	13,909
Current assets:				
Inventories	31,123	33,626	-	-
Trade receivables	19,211	25,716	-	-
Other receivables	2,120	958	-	36
Amount due from subsidiaries	-	-	12,633	18,642
Amount due from an associate and joint venture companies	2,943	2,642	1,939	1,639
Prepayments	661	784	90	-
Cash and bank balances	1,993	2,692	8	133
Total current assets	58,051	66,418	14,670	20,450
Total assets	100,063	99,209	35,546	34,359
EQUITY AND LIABILITIES				
Equity attributable to owners of the parent				
Share capital	35,955	34,203	35,955	34,203
Treasury shares	(282)	(113)	(282)	(113)
Reserves	7,504	11,395	(423)	(282)
Equity, attributable to owners of the parent	43,177	45,485	35,250	33,808
Non-controlling interests	87	88	-	-
Total equity	43,264	45,573	35,250	33,808
Non-current liabilities:				
Other payables	1,810	1,859	-	-
Interest-bearing loans and borrowings	8,320	8,433	-	-
Deferred tax liabilities	1,039	1,069	-	-
Total non-current liabilities	11,169	11,361	-	-
Current liabilities:				
Trade payables	11,586	11,522	-	-
Bills payables	7,276	6,745	-	-
Other payables	3,529	2,837	284	536
Interest-bearing loans and borrowings	23,036	20,995	-	-
Income tax payable	203	176	12	15
Total current liabilities	45,630	42,275	296	551
Total liabilities	56,799	53,636	296	551
Total equity and liabilities	100,063	99,209	35,546	34,359

1(b)(ii) Aggregate amount of group's bank borrowings and debt securities

Amount repayable in one year or less, or on demand

	As At 31 December 2015		As At 30 June 2015	
	Secured	Unsecured	Secured	Unsecured
	S\$000	S\$000	S\$000	S\$000
Bills payables	-	7,276	-	6,745
Interest-bearing loans and borrowings:				
Bank overdrafts	-	3,952	-	3,324
Fixed advance facility	-	2,000	-	2,000
Hire purchase creditors	98	-	164	-
Internationalisation finance scheme	-	262	-	275
Invoice financing	-	4,005	-	3,325
Term loan	4,036	8,683	558	11,349
	4,134	26,178	722	27,018

Amount repayable after one year

	As At 31 December 2015		As At 30 June 2015	
	Secured	Unsecured	Secured	Unsecured
	S\$000	S\$000	S\$000	S\$000
Interest-bearing loans and borrowings:				
Internationalisation finance scheme	-	394	-	512
Hire purchase creditors	172	-	206	-
Term loan	5,556	2,198	5,243	2,472
	5,728	2,592	5,449	2,984

Details of the collaterals:

All bank borrowings are unsecured with the exception of the hire purchases which are secured by charges over the leased assets and term loans which are secured by charge over certain property, plant and equipment and investment properties.

1(c) A statement of cash flow (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

	Group Second quarter		Group 6 months ended	
	31-Dec-15 S\$'000	31-Dec-14 S\$'000	31-Dec-15 S\$'000	31-Dec-14 S\$'000
Cash Flows From Operating Activities:				
Profit (Loss) before tax from operations	243	665	(2,439)	1,652
Adjustments for:				
Depreciation of property, plant and equipment	840	688	1,718	1,376
Gain on disposal of property, plant and equipment and investments	(14)	(98)	(23)	(89)
Amortisation of prepaid land lease	32	-	63	-
Interest expenses	331	159	702	318
Share of results of joint venture companies	13	7	24	19
Operating Cash Flows Before Working Capital Changes	1,445	1,421	45	3,276
Decrease (Increase) in inventories	2,793	(1,830)	2,503	(6,237)
Increase in net amount from a customer for contract work-in-progress	-	(998)	-	(1,006)
Decrease (Increase) in trade receivables	3,786	1,074	6,505	(1,766)
(Increase) Decrease in other receivables and prepayments	(652)	257	(1,044)	(95)
Increase (Decrease) in trade payables	854	(8,114)	64	(3,813)
Increase in other payables	928	4,189	693	2,655
Net Cash Flows From (Used in) Operations Before Interest and Tax	9,154	(4,001)	8,766	(6,986)
Income tax	(4)	(349)	-	(349)
Currency translation	(2,617)	(329)	(2,833)	(478)
Net Cash Flows From (Used in) Operating Activities	6,533	(4,679)	5,933	(7,813)
Cash Flows From Investing Activities:				
Purchase of property, plant and equipment	(911)	(1,988)	(2,655)	(4,221)
Purchase of investment properties	-	(327)	-	(595)
Investment in an associated company	(5,215)	-	(5,215)	-
Proceed from disposal of property, plant and equipment	-	391	-	451
Acquisition of land use rights	-	(1,806)	-	(1,806)
Loans to related companies	(300)	(1,520)	(300)	(1,520)
Net Cash Flows Used in Investing Activities	(6,426)	(5,250)	(8,170)	(7,691)
Cash Flows (Used in) From Financing Activities:				
Purchase of treasury shares	-	-	(219)	(87)
Proceeds from interest-bearing loans and borrowings	810	10,642	4,832	15,444
Repayment of interest-bearing loans and borrowings	(887)	(155)	(3,001)	(331)
Dividends paid	-	(1,006)	-	(1,006)
Interest paid	(331)	(119)	(702)	(318)
Net Cash Flows (Used in) From Financing Activities	(408)	9,362	910	13,702
Net Decrease in Cash and Cash Equivalents	(301)	(567)	(1,327)	(1,802)
Cash and Cash Equivalents at Beginning of Period	(2,988)	(343)	(1,962)	892
Cash and Cash Equivalents at End of Period	(3,289)	(910)	(3,289)	(910)
Analysis of Cash and Cash Equivalents				
Cash and bank balances	663	2,430	663	2,430
Bank overdrafts	(3,952)	(3,340)	(3,952)	(3,340)
Cash and Cash Equivalents at End of Period	(3,289)	(910)	(3,289)	(910)

Restricted cash balances:

The Group's cash and bank balances in the statement of financial position include short-term deposits of S\$1,330,000 (30 June 2015: S\$1,330,000) which were pledged to secure a bank guarantee.

Non-Cash transaction:

Investment in an associated company includes an amount of S\$1.8 million, which is non-cash whereby the Company has allotted and issued an aggregate of 9,450,000 ordinary shares at an issue price of S\$0.1854 per share to the associated company.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

GROUP	ATTRIBUTABLE TO OWNERS OF THE PARENT									Non-Controlling Interests	Total Equity
	Share Capital	Treasury Shares	Treasury Shares Reserve	Merger Reserve	Employee Equity Benefit Reserve	Translation Reserve	Statutory Reserve Fund	Accumulated Profits (Losses)	Total Reserves		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Current Period:											
Balance as at 1 July 2015	34,203	(113)	(480)	(7,660)	-	(1,613)	15	21,133	11,395	88	45,573
Net loss for the period	-	-	-	-	-	-	-	(2,438)	(2,438)	(1)	(2,439)
Other comprehensive loss for the period	-	-	-	-	-	(1,453)	-	-	(1,453)	-	(1,453)
Total comprehensive loss for the period	-	-	-	-	-	(1,453)	-	(2,438)	(3,891)	(1)	(3,892)
Purchase of treasury shares	-	(219)	-	-	-	-	-	-	-	-	(219)
Issuance of ordinary shares	1,752	-	-	-	-	-	-	-	-	-	1,752
Treasury shares issued pursuant to employees' share scheme	-	50	-	-	-	-	-	-	-	-	50
Balance as at 31 December 2015	35,955	(282)	(480)	(7,660)	-	(3,066)	15	18,695	7,504	87	43,264
Previous Period:											
Balance as at 1 July 2014	33,269	(646)	(120)	(7,660)	260	(217)	15	20,667	12,945	49	45,617
Net profit for the period	-	-	-	-	-	-	-	1,609	1,609	(11)	1,598
Dividend on ordinary shares	-	-	-	-	-	-	-	(1,006)	(1,006)	-	(1,006)
Other comprehensive loss for the period	-	-	-	-	-	(475)	-	-	(475)	-	(475)
Total comprehensive income for the period	-	-	-	-	-	(475)	-	603	128	(11)	117
Purchase of treasury shares	-	(87)	-	-	-	-	-	-	-	-	(87)
Treasury shares issued pursuant to employees' share scheme	-	620	(360)	-	(260)	-	-	-	(620)	-	-
Balance as at 31 December 2014	33,269	(113)	(480)	(7,660)	-	(692)	15	21,270	12,453	38	45,647

COMPANY

Current Period:											
Balance as at 1 July 2015	34,203	(113)	(480)	-	-	-	-	198	(282)	-	33,808
Net loss for the period	-	-	-	-	-	-	-	(141)	(141)	-	(141)
Dividends on ordinary shares	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	-	-	-	-	(141)	(141)	-	(141)
Purchase of treasury shares	-	(219)	-	-	-	-	-	-	-	-	(219)
Issuance of ordinary shares	1,752	-	-	-	-	-	-	-	-	-	1,752
Treasury shares issued pursuant to employees' share scheme	-	50	-	-	-	-	-	-	-	-	50
Balance as at 31 December 2015	35,955	(282)	(480)	-	-	-	-	57	(423)	-	35,250
Previous Period:											
Balance as at 1 July 2014	33,269	(646)	(120)	-	260	-	-	(307)	(167)	-	32,456
Net profit for the period	-	-	-	-	-	-	-	1,445	1,445	-	1,445
Dividend on ordinary shares	-	-	-	-	-	-	-	(1,006)	(1,006)	-	(1,006)
Total comprehensive income for the period	-	-	-	-	-	-	-	439	439	-	439
Purchase of treasury shares	-	(87)	-	-	-	-	-	-	-	-	(87)
Treasury shares issued pursuant to employees' share scheme	-	620	(360)	-	(260)	-	-	-	(620)	-	-
Balance as at 31 December 2014	33,269	(113)	(480)	-	-	-	-	132	(348)	-	32,808

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year

On 26 October 2015, pursuant to KTL Performance Share Scheme, the Company issued 403,729 ordinary shares to an employee of the Company.

On 29 October 2015, the Company allotted and issued an aggregate of 9,450,000 ordinary shares at an issue price of S\$0.1854 for each share (the "Placement"). Following the completion of the Placement, the total number of issued shares of the Company increased to 242,525,228 shares (including treasury shares).

As at 31 December 2015, the Company held 1,914,955 treasury shares (31 December 2014: 915,684) against a total number of 240,610,273 issued shares excluding treasury shares (31 December 2014: 225,159,544). The Company held no outstanding convertibles shares as at 31 December 2015 and 31 December 2014.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year

	As at 31 December 2015	As At 30 June 2015
No. of issued shares excluding treasury shares	240,610,273	232,159,544

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on

Not applicable.

2 Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice

The figures have not been audited or reviewed by auditors.

3 Where the figures have been audited or reviewed, the auditor' report (including any qualifications or emphasis of a matter)

Not applicable.

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied

Other than the adoption of the new and revised Financial Reporting Standards ("FRS") which come into effect for the financial year ending 30 June 2016, there were no changes in accounting policies and methods of computation adopted in the financial statements for the current reporting period as compared to the most recent audited financial statements for the financial year ended 30 June 2015.

5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of the change

The adoption of new or revised standards effective in the current financial period is not expected to result in material adjustments to the financial position, financial performance, or cash flows of the Group for the financial year ending 30 June 2016.

6 **Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends**

Earnings per ordinary share for the period is computed based on profit, net of tax and total comprehensive income attributable to owners of the parent:-

	Group Second Quarter Ended		Group Half year ended	
	31-Dec-15	31-Dec-14	31-Dec-15	31-Dec-14
Earnings per ordinary share				
(a) Based on the weighted average number of ordinary shares in issue	0.10 cents	0.30 cents	(1.04) cents	0.72 cents
Weighted average number of ordinary shares in issue	237,517,371	225,159,544	234,376,012	224,546,591
(b) On a fully diluted basis	0.10 cents	0.30 cents	(1.04) cents	0.72 cents
Weighted average number of ordinary shares in issue	238,920,371	225,159,544	234,376,012	224,546,591

- 7 **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares at the end of the:-**
- (a) current financial period reported on; and**
- (b) immediately preceding financial year.**

	Group As At		Company As At	
	31-Dec-15	30-Jun-15	31-Dec-15	30-Jun-15
Net asset value per ordinary share based on total number of issued shares excluding treasury shares	17.95 cents	19.59 cents	14.65 cents	14.56 cents
Number of shares in issue excluding treasury shares	240,610,273	232,159,544	240,610,273	232,159,544

8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Profit or Loss Review

Revenue

2Q 2016 vs 2Q 2015 & H1 2016 vs H1 2015

The Group's revenue for the three months ended 31 December 2015 ("2Q 2016") was S\$14.1 million, 32% lower than the S\$20.6 million generated for the corresponding period in the last financial year ("2Q 2015"). The Group's revenue for the six months ended 31 December 2015 ("H1 2016") was S\$24.3 million, 40% lower than the S\$40.2 million generated for the corresponding period in the last financial year ("H1 2015").

The decrease was mainly due to the decrease in revenue generated across all segments.

Gross Profit

2Q 2016 vs 2Q 2015 & H1 2016 vs H1 2015

The Group's gross profit for 2Q 2016 was lower than that for 2Q 2015 due to the decrease in revenue. The Group's profit margin had improved from 28.8% in 2Q 2015 to 41.6% in 2Q 2016 due to increase in contribution from rental of equipment.

H1 2016 vs H1 2015

The Group's gross profit for H1 2016 was lower than that for H1 2015 due to the decrease in revenue. The Group's profit margin had improved from 30.2% in H1 2015 to 38.7% in H1 2016 due to increase in contribution from rental of equipment.

Other Operating Income

2Q 2016 vs 2Q 2015 & H1 2016 vs H1 2015

The Group's other operating income was higher for 2Q 2016 and H1 2016, as compared to 2Q 2015 and H1 2016 mainly due to increase in foreign exchange gain.

Operating Expenses

2Q 2016 vs 2Q 2015

The Group's operating expenses comprised administration and sales and marketing expenses. Administration expense for 2Q 2016 was higher than 2Q 2015 mainly due to an increase in rental, salaries and bonuses. Sales and marketing expenses for 2Q 2016 was lower than 2Q 2015 mainly due to decrease in salaries, travelling allowance, advertisement and entertainment expenses, partially offset by an increase in commission and agency fees.

H1 2016 vs H1 2015

The Group's operating expenses comprised administration and sales and marketing expenses. Administration expense for 2Q 2016 was higher than 2Q 2015 mainly due to an increase in rental, salaries and bonuses. Sales and marketing expenses for 2Q 2016 was lower than 2Q 2015 mainly due to decrease in salaries, travelling allowance, advertisement and entertainment expenses, partially offset by an increase in commission and agency fees.

Finance Costs

2Q 2016 vs 2Q 2015 and H1 2016 vs H1 2015

Finance costs for 2Q 2016 and H1 2016 was higher than 2Q 2015 and H1 2015 mainly due to increase in interest-bearing loans and borrowings of the Group.

Profit or loss, attributable to owners of the parent

2Q 2016 vs 2Q 2015

The decrease in net profit attributable to owners of the parent for 2Q 2016 was due to lower revenue, higher other operating expenses and higher finance costs.

H1 2016 vs H1 2015

The net loss attributable to owners of the parent for H1 2016 was due to lower revenue, higher other operating expenses and higher finance costs, partially offset by a decrease in income tax expenses.

Statement of Financial Position Review

31 December 2015 vs 30 June 2015

Current assets

The current assets of S\$58.1 million as at 31 December 2015 was lower compared to that as at 30 June 2015 mainly due to decrease in trade receivables of S\$6.5 million, inventories of S\$2.5 million and cash and bank balances of S\$0.7 million, partially offset by increase in other receivables of S\$1.2 million and amount due from an associate and joint venture companies of S\$0.3 million.

Non-current assets

The non-current assets of S\$42.0 million as at 31 December 2015 was higher compared to that as at 30 June 2015 mainly due to increase in property, plant and equipment of S\$4.5 million and investment in an associate of S\$7.0 million, partially offset by a decrease in prepayment for equipment of S\$1.7 million.

Current liabilities

The current liabilities of S\$45.6 million as at 31 December 2015 was higher compared to that as at 30 June 2015, mainly due to increase in interest-bearing loans and borrowings of S\$2.0 million, other payables of S\$0.7 million and bills payables of S\$0.5 million.

Non-current liabilities

The non-current liabilities of S\$11.2 million as at 31 December 2015 was lower compared to that as at 30 June 2015 mainly due to decrease in interest-bearing loans and borrowings of S\$0.1 million.

Cash Flow Review

2Q 2016

The net cash flows from operating activities for 2Q2016 was S\$6.5 million and this was mainly due to profit before tax of S\$0.2 million, decrease in trade receivables of S\$3.8 million and inventories of S\$2.8 million, increase in trade payables of S\$0.9 million and other payables of S\$0.9 million, partially offset by an increase in other receivables and prepayment of S\$0.7 million. Cash flows used in investing activities was mainly due to investment in an associated company amounting to S\$5.2 million, purchase of equipment amounting to S\$0.9 million and loans to related companies of S\$0.3 million. The cash flows used in financing activities was mainly due to the payment of interest expenses of S\$0.3 million.

H1 2016

The net cash flows from operating activities for H12016 was S\$5.9 million and this was mainly due to decrease in trade receivables of S\$6.5 million and inventories of S\$2.5 million, and decrease in other payables of S\$0.7 million, partially offset by loss before tax of S\$2.4 million and increase in other receivables and prepayments of S\$1.0 million. Cash flows used in investing activities was mainly due to investment in an associated company of S\$5.2 million, purchase of equipment amounting to S\$2.7 million and loans to related companies of S\$0.3 million. The cash flows from financing activities was mainly due to the net proceeds from interest-bearing loans and borrowings of S\$1.8 million, partially offset by payment of interest expenses of S\$0.7 million and purchase of treasury shares of S\$0.2 million.

- 9 **Where a forecast, or a prospect statement, had been previously disclosed to shareholders, any variance between it and the actual results**

Not applicable.

- 10 **A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months**

The Group expects FY16 to remain challenging due to the continued fall in crude oil prices, which are likely to remain under pressure all through 2016.

11 If a decision regarding dividend has been made:-

(a) Whether an interim (final) ordinary dividend has been declared (recommended)

None.

(b) (i) Amount per share

None.

(ii) Previous corresponding period

None.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country whether the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

12 If no dividend has been declared/recommended, a statement to that effect

Not applicable.

13 Interested person transactions

The Company does not have a general mandate for interested person transactions.

14 Use of proceeds

As at 27 April 2015, the net proceeds of S\$888,800 raised by the Company from the placement of 7,000,000 new ordinary shares undertaken by the Company (which was completed on 16 April 2015), have been fully utilised. The said proceeds were used as the Group's contribution towards the registered capital of its associate company, KTL Offshore Technology (Nantong) Co., Ltd.

CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

We, Tan Hock Han and Tan Kheng Yeow, being Directors of the Company, do hereby confirm, on behalf of the Board of Directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board which may render the unaudited financial statements for the second quarter ended 31 December 2015 to be false or misleading in any material aspect.

For and on behalf of the Board of Directors
KTL Global Limited

Tan Hock Han
Executive Chairman
Date: 2 February 2016

Tan Kheng Yeow
Chief Executive Officer
Date: 2 February 2016