



KTMG LIMITED

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PRESS RELEASE

For Immediate Release

KTMG Limited posts revenue of S\$28.3 million in 1H2021

- *Group revenue rose 13.1% to S\$28.3 million in 1H2021 due to increased orders from existing customers as well as new customers*

S\$'000	1H2021	1H2020	Change %
Revenue	28,315	25,041	13.1
Gross profit	4,239	4,080	3.9
Profit/(Loss) before tax	(199)	390	N.M.
Net profit/(loss) attributable to shareholders	(225)	221	N.M.

N.M. – Not meaningful

SINGAPORE, 12 AUGUST 2021 – 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 revenue of S\$28.3 million and net loss attributable to shareholders of S\$0.2 million for the 6 months ended 30 June 2021 (“**1HFY2021**”).

Revenue was up 13.1% to S\$28.3 million primarily due to increased orders from existing customers as well as new customers.

Gross profit rose by 3.9% to S\$4.2 million in 1HFY2021, while gross profit margin dropped by 1.3 percentage points from 16.3% in 1HFY2020 to 15.0% in 1HFY2021 as a result of higher raw material and labour costs, and sub-contracting fees.

Administrative and general expenses increased by 26.4% to S\$3.4 million in 1H2021 mainly due to foreign exchange losses of S\$0.4 million, as well as higher impairment losses of trade

receivables and professional fees during the period. Selling and marketing expenses also increased by 18.2% to S\$0.8 million in 1HFY2021 mainly attributable to higher postage, courier, and textile laboratory testing expenses.

Excluding the foreign exchange losses, the Group would have registered a net profit attributable to shareholders of S\$0.2 million in 1H2021, same as the previous period.

In the latest half-year results, the Group posted loss per share of 0.13 Singapore cents, versus an earnings per share of 0.13 Singapore cents in the same period the previous year.

Financial Position

As at 30 June 2021, the Group had net assets value of S\$18.1 million, which translates into a net asset value per share of 10.64 Singapore cents. Cash and cash equivalents was S\$4.7 million.

Said KTMG's Chief Executive Officer, Damien Lim, **"We are gratified that demand from our customers continues to pick up as vaccines are progressively rolled out globally. As international retailers continue to look to Southeast Asia as an alternative for their sourcing and supply chain, the Group remains well-positioned with our capabilities as a vertically integrated apparel and textile manufacturer to engage these new customers and pursue growth opportunities."**

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This press release is to be read in conjunction with the Company's announcement posted on the SGX website on 12 August 2021.

Issued on behalf of KTMG Limited by:

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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. Charmian Lim (Tel: (65) 6232 3210) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.

About KTMG Limited

KTMG Limited and its subsidiaries (the "**Group**") is an integrated textile and apparel manufacturer listed on the Catalist board of the Singapore Exchange. The Group has operations in Malaysia and Cambodia, as well as a corporate office in Singapore. Its main business is in the manufacturing of apparel for retailers in the European Union, United Kingdom, United States of America, and Canada. In addition, in 2019, the Group expanded upstream into the knitting, dyeing, finishing, and printing of fabric with its very own textile manufacturing facility in Johor, Malaysia.
