

KHONG GUAN LIMITED
(Incorporated in the Republic of Singapore)
Co. Reg. No. 196000096G

The Board of directors of the Company wishes to inform that one of the employees working at the Tawau branch of its subsidiary, Tong Guan Food Product Sdn Bhd (**TGF**) operating in Sabah, recently tested positive for Covid-19. The Tawau branch has suspended its business operations for 2 weeks in accordance with the Malaysian Ministry of Health's instructions, and all remaining employees there have been tested for Covid-19 and are being quarantined at home. The subsidiary is planning to deploy its staff from other branches to continue servicing the affected customers in order to minimize disruption to TGF's business operations.

It has been the policy of the Group to oversee and monitor the safety measures adopted to minimize the risks of infection and to ensure smooth operations of all our business functions. The subsidiary has been strictly complying with Malaysia's Health and Safety protocols and is considering additional safety measures where appropriate.

The 2-week suspension of the Tawau branch operations is expected to have an immaterial impact on our Group operating results as the contributions in terms of revenue from the Tawau branch is not significant relative to the overall revenue of the Group.

By Order of the Board
Koe Eng Chuan
Company Secretary
23 October 2020