



XMH HOLDINGS LTD.
(Incorporated in Singapore)
(Company Registration No.: 201010562M)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL OF SINGAPORE EXCHANGE SECURITIES TRADING LIMITED

XMH Holdings Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) was placed on the watch-list due to Financial Entry Criterion since 4 December 2019.

Pursuant to Rule 1313(2) of the Listing Manual of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”), the Board of Directors of the Company wishes to provide a quarterly update on the financial situation, its future direction and other material development that may have a significant impact on the Group’s financial position.

Financial Results

Revenue for Q1FY2021 increased by about 20.5% as compared to the corresponding quarter. This was mainly due to:

- 1) increase in Project segment revenue upon fulfilment of performance obligation over time after our manufacturing arm in Malaysia obtained governmental approval to commence operation in May 2020; and
- 2) increase in Distribution segment revenue upon delivery of back orders.

Future Direction and Other Material Development

The Group continues to review its business and strategies and is actively considering various options, taking into consideration the current market conditions and uncertainty in the global economy in view of the COVID-19 pandemic. The Group has streamlined its cost structure and implemented wage cut and unpaid leave for senior managerial level and above.

Other than the above, the Company is actively considering various options to meet the requirements of Rule 1314(2) of Listing Manual of SGX-ST within 36 months from 4 December 2019 and would update shareholders on a regular basis.

BY ORDER OF THE BOARD

Tan Tin Yeow
Chairman and Managing Director
11 September 2020