



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

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

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

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 results, future direction and other material development that may have a significant impact on the Group’s financial position.

**Financial Results**

Revenue, cost of goods sold and gross profits for Q1FY2024 increased by about 44.6%, 27.0% and 105.0% respectively as compared with the corresponding quarter in FY2023. This was mainly due to significant increase in revenue from Distribution segment with better margin. The increase was attributable to continual demand for engines to build tugboats which was in turn due to the increase in demand for tugboat transportation.

**Future Direction and Other Material Development**

The Group has achieved an increase in revenue and gross profits for Q1FY2024. However, the Group remains cautious in terms of its outlook given the challenging environment. The Group will continue to focus on further improving its operational capabilities, strengthening its existing business and cost-tightening measures across its business segments. In the meantime, the Group has also been considering and evaluating its options to fulfil the market capitalisation criterion to exit the watch-list. On many accounts, market capitalization is very much dependent on the prevailing market forces so much so that even corporate actions, if taken, do not guarantee success in achieving this. As such, the Group will adopt a holistic approach and will take into account all relevant factors and market conditions before making a decision for the benefit of shareholders. In the meantime, what the Group can do is to continue to focus and strive for profitability which it has managed to achieve in the last three financial years.

**BY ORDER OF THE BOARD**

Tan Tin Yeow  
Chairman and Managing Director  
13 September 2023