

KTMG LIMITED

UPDATE ON BUSINESS OPERATIONS IN BATU PAHAT, MALAYSIA

The Board of Directors of KTMG Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to provide the following updates on the Group’s business operations in Batu Pahat, Johor, Malaysia.

The Group had, from 31 March 2021 to 1 April 2021, conducted Polymerase Chain Reaction Swab Tests (“**PCR Test**”) for all 429 of its production workers based at the apparel manufacturing factory in Batu Pahat. Of the 429 production workers tested, 63 of them have tested positive for COVID-19. The 63 production workers have been housed separately from the remaining workers and they will serve the mandatory 14 days of quarantine as ordered by the Ministry of Health of Malaysia (Kementerian Kesihatan Malaysia (“**KKM**”)).

In view of the above, KKM has advised the Group to shut down its apparel manufacturing factory for 10 days from 31 March 2021 to 9 April 2021 to perform full disinfection of the premise. For the avoidance of doubt, operations at the Group’s head office at Batu Pahat will not be affected as the production workers are confined only to the factory area and their dormitories and have no access to the Group’s head office nor contact with the staff at the head office

The temporary closure of the apparel manufacturing factory is not expected to have any material impact on the Group’s financials for the financial year ending 31 December 2021, taking into account that there are no cancellation or alterations of orders from customers to date, save for changes to delivery schedules as customers have been cooperative and willing to accommodate to changes required by the Group.

Meanwhile, the Group will continue to adhere to the COVID-19 Guidelines and Standard Operating Procedures on a stringent basis, as well as to monitor the situation and provide updates on the matter where necessary.

By Order of the Board of Directors
KTMG LIMITED

Lim Vhe Kai
Executive Director and Chief Executive Officer
5 April 2021

This announcement has been reviewed by the Company’s sponsor, SAC Capital Private Limited (the “**Sponsor**”).

This announcement 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 announcement, including the correctness of any of the statements or opinions made, or reports contained in this announcement.

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