



KTMG LIMITED
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PRESS RELEASE

For Immediate Release

KTMG Limited narrows net loss to S\$3.4 million in FY2025 amid challenging market conditions

S\$000	2H2025	2H2024	Change %	FY2025	FY2024	Change %
Revenue	28,021	63,605	(55.9)	58,404	104,531	(44.1)
Gross profit	626	2,713	(76.9)	4,756	7,455	(36.2)
Loss before tax	(3,143)	(4,617)	(31.9)	(2,939)	(4,651)	(36.8)
Net loss attributable to shareholders	(3,488)	(5,580)	(37.5)	(3,383)	(5,677)	(40.4)

SINGAPORE, 27 FEBRUARY 2026 – Catalyst-listed KTMG Limited (“KTMG”, or the “Company” and together with its subsidiaries, the “Group”), a Malaysia-based integrated textile and apparel manufacturer, reported a net loss attributable to shareholders of S\$3.4 million for the full year ended 31 December 2025 (“FY2025”), narrowing from the S\$5.7 million loss in the previous year.

The Group’s revenue fell by 44.1% to S\$58.4 million in FY2025, mainly due to lower apparel orders from existing customers in the key markets, particularly the United States (S\$28.6 million), United Kingdom (S\$8.2 million), and Japan (S\$8.1 million). In addition, a subsidiary in Cambodia accepted orders where raw materials (fabric, accessories, and embellishments) were supplied directly by the customer, resulting in lower billings to the customer.

Gross profit decreased by 36.2% to S\$4.8 million in FY2025, in line with lower revenue. However, gross profit margin improved by 1.0 percentage point, from 7.1% in FY2024 to 8.1% in FY2025. The slight increase in margin was achieved despite higher labour and production costs incurred to expedite certain orders for customers in the United States ahead of the implementation of the 19% reciprocal tariff on Cambodian-manufactured products, effective 1 August 2025 (following the expiry of the tariff pause period). This expedited fulfilment also led to lower utilisation and reduced operational efficiency across the Group’s manufacturing plants in the subsequent months.

Administrative and general expenses declined 11.1% to S\$5.9 million in FY2025, mainly due to a S\$0.7 million reduction in professional fees following the reversal of provisions for tax consultancy services that were no longer required.

Selling and marketing expenses decreased by 24.7% to S\$1.5 million in FY2025, primarily due to lower sample development costs of S\$0.2 million, courier sample fees of S\$0.2 million, and lab test expenses of S\$0.1 million, in line with the decline in revenue. The Group also recorded a significant reduction in air freight expenses, which fell 89.6% from S\$3.6 million in FY2024 to S\$0.4 million in FY2025, as improved production planning led to more timely product deliveries.

In its latest full-year results, the Group's loss per share reduced to 1.99 Singapore cents from 3.35 Singapore cents in the previous year.

Financial Position

As at 31 December 2025, the Group's net asset value was S\$12.5 million, which translates into a net asset value per share of 7.37 Singapore cents, compared with 8.86 Singapore cents as at 31 December 2024. Cash and bank balances as at 31 December 2025 stood at S\$4.4 million.

Said KTMG's Chief Executive Officer, Damien Lim, **“While the industry continues to face softened demand and competitive pressures, we will focus on optimising our apparel manufacturing operations in Cambodia and improving capacity utilisation in our textile manufacturing business. We plan to pursue strategic partnerships with partner manufacturers to enhance materials sourcing, leverage partners’ customer networks, and combine production capacities to support larger orders. Over the medium term, we are redeploying resources into higher value-added activities, including pre-production initiatives such as research and design, and post-production efforts such as distribution, targeting growth markets in the United States, Canada, and Southeast Asia, positioning the Group for stable and sustainable performance.”**

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This press release is to be read in conjunction with the Company's announcement posted on the SGX website on 27 February 2026.

Issued on behalf of KTMG Limited by:

GC Consultants Pte Ltd

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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.*

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About KTMG Limited

KTMG Limited ("**KTMG**" and together with its subsidiaries, the "**Group**") is an integrated textile and apparel manufacturer.

KTMG is a contract manufacturer of apparel specialising in athleisure wear, casual wear, loungewear, and pyjamas for various ages, with facilities in Malaysia and Cambodia. The Group manufactures apparel for retailers in the United Kingdom, United States, European Union, and Canada, who then sell apparel products under their own brands. The Group has a co-creation business model through which it collaborates closely with its customers during the product initiation process, thereby offering customers a one-stop value-added platform.

KTMG also expanded upstream into the knitting, dyeing, and finishing of fabric, with its own textile manufacturing facility in Johor, Malaysia.
