KTMG LIMITED
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PRESS RELEASE

For Immediate Release

KTMG Limited reports 1H2026 net loss amid challenging global apparel market conditions

	1H2026 S$'000	1H2025 S$'000	Change %
Revenue	15,907	30,383	(47.6)
Gross profit	71	4,130	(98.3)
(Loss)/profit before tax	(2,912)	204	NM
Net (loss)/profit attributable to shareholders	(2,932)	105	NM

NM - Not meaningful

SINGAPORE, 6 AUGUST 2026 – Catalist-listed KTMG Limited, (**"KTMG"**, or the **"Company"** and together with its subsidiaries, the **"Group"**), a Malaysia-based integrated textile and apparel manufacturer, today reported a net loss attributable to shareholders of S$2.9 million for the half year ended 30 June 2026 (**"1H2026"**).

The Group's revenue decreased by 47.6% to S$15.9 million in 1H2026. This decline was mainly due to lower apparel orders from existing customers in the United States (S$8.6 million), the European Union (S$2.6 million), Japan (S$1.8 million) and Canada (S$1.4 million), amid geopolitical tensions and uncertain trade policies. In addition, the Group's subsidiary in Cambodia changed the utilisation of its production capacity, with approximately half of the orders received during the period utilising raw materials (fabric, accessories and embellishments) supplied directly by customers. Consequently, the Group recorded lower billings for these orders.

Gross profit fell by 98.3% to S$0.1 million in 1H2026, in line with lower revenue. Correspondingly, the Group's gross profit margin declined by 13.2 percentage points from 13.6% in 1H2025 to 0.4% in 1H2026. The decrease in margin was mainly attributable to lower utilisation and reduced operational efficiency across the Group's manufacturing plants during the period.

Administrative and general expenses decreased by 14.0% to S$2.9 million in 1H2026, primarily due to lower staff salaries and related expenses.

Selling and marketing expenses declined by 34.6% to S$0.6 million in 1H2026, mainly attributable to lower buyer agent commissions of S$0.2 million and courier sample fees of S$0.1 million.

Finance costs decreased by 17.5% to S$0.6 million in 1H2026, mainly due to lower utilisation of short-term financing and repayment of loans during the period.

In the latest half-year results, the Group reported a loss per share of 1.73 Singapore cents, compared with earnings per share of 0.06 Singapore cents in the corresponding period last year.

Said KTMG's Chief Executive Officer, Damien Lim, **"The global apparel manufacturing environment remains challenging, with geopolitical tensions, evolving trade policies and cautious customer sentiment continuing to weigh on demand and intensify competition across our key markets. We remain focused on strengthening the performance of our operations through improved capacity utilisation and operational efficiency. We will also continue to strengthen customer relationships and selectively pursue new business opportunities, while exploring higher-value-added activities, potential licensing arrangements and strategic collaborations to enhance our sourcing capabilities and production flexibility. As we navigate an uncertain operating environment, we remain committed to building resilience, adapting to changing market conditions and creating sustainable long-term value for our shareholders."**

Financial Position

As at 30 June 2026, the Group's net asset value was S$9.5 million, which translates into a net asset value per share of 5.62 Singapore cents, compared with 7.29 Singapore cents as at 31 December 2025. Cash and cash equivalents was S$1.4 million as at the end of the period.

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This press release is to be read in conjunction with the Company's announcement posted on the SGX website on 6 August 2026.

Issued on behalf of KTMG Limited by:

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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.*

The contact person for the Sponsor is Mr Bernard Lim (Tel: (65) 6232 3232) at 1 Robinson Road, #21-01 AIA Tower, Singapore 048542.

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 European Union, Japan, the United States, Canada, and the United Kingdom 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.
