

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*

## **KPM HOLDING LIMITED**

**吉輝控股有限公司\***

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 8027)**

### **INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2024**

The board (the “**Board**”) of directors (the “**Directors**”) of KPM Holding Limited (the “**Company**”) is pleased to announce the unaudited results of the Company and its subsidiaries for the six months ended 30 June 2024. This announcement, containing the full text of the 2024 interim report of the Company, complies with the relevant requirements of the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited in relation to information to accompany preliminary announcements of interim results.

By order of the Board  
**KPM Holding Limited**  
**Tan Thiam Kiat Kelvin**  
*Chairman*

Hong Kong, 30 August 2024

*As at the date of this announcement, the executive Directors are Mr. Tan Thiam Kiat Kelvin and Ms. Lin Sin Huei and the independent non-executive Directors are Mr. Lau Muk Kan, Mr. Xiao Laiwen and Mr. Lock Kiu Yin.*

*This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

*This announcement will remain on the “Latest Listed Company Information” page of the website of The Stock Exchange of Hong Kong Limited at [www.hkexnews.hk](http://www.hkexnews.hk) for at least 7 days from the date of its posting and on the Company’s website at [www.kpmholding.com](http://www.kpmholding.com).*

\* For identification purposes only

# KPM HOLDING LIMITED

## 吉輝控股有限公司\*

Incorporated in the Cayman Islands with limited liability

Stock Code: 8027

**2024**  
INTERIM  
REPORT

\* For identification purpose only

## CHARACTERISTICS OF GEM OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE “STOCK EXCHANGE”)

GEM has been positioned as a market designed to accommodate small and mid-sized companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration.

Given that the companies listed on GEM are generally small and mid-sized companies, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board and no assurance is given that there will be a liquid market in the securities traded on GEM.

*Hong Kong Exchanges and Clearing Limited and the Stock Exchange take no responsibility for the contents of this report, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this report.*

*This report, for which the directors (the “Directors”) of KPM Holding Limited (the “Company”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the “GEM Listing Rules”) for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this report is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this report misleading.*

*The original report is prepared in the English language. This report is translated into Chinese. In the event of any inconsistencies between the Chinese and the English version, the latter shall prevail.*



## CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The board (the "Board") of directors (the "Directors") is pleased to present the unaudited condensed consolidated results of the Company and its subsidiaries (collectively, the "Group") for the six months ended 30 June 2024 respectively, together with the unaudited comparative figures for the corresponding period in 2023, as follows:

### CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2024

	Note	Six months ended 30 June	
		2024 S\$ (Unaudited)	2023 S\$ (Unaudited)
Revenue	3	6,249,879	7,768,876
Cost of sales		(3,173,167)	(5,549,306)
<b>Gross profit</b>		<b>3,076,712</b>	2,219,570
Other income	4	82,440	43,384
Other gains and losses	5	333,866	37,819
Selling and administrative expenses		(1,049,316)	(1,315,689)
Allowance for expected credit losses, net		133,871	41,857
Finance costs	6	(52,988)	(72,662)
<b>Profit before income tax</b>		<b>2,524,585</b>	954,279
Income tax expense	7	(421,900)	(186,700)
<b>Profit for the period</b>		<b>2,102,685</b>	767,579
<b>Other comprehensive loss:</b>			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Exchange difference on translation of foreign operations		(176,907)	(3,113)
<b>Total comprehensive income attributable to owners of the Company</b>		<b>1,925,778</b>	764,466
<b>Earnings per share</b>			
Basic and diluted (S\$ cents)	8	0.888	0.324

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2024

	Note	30 June 2024 S\$ (Unaudited)	31 December 2023 S\$ (Audited)
<b>Non-current assets</b>			
Property, plant and equipment		3,096,591	3,259,286
Right-of-use assets		845,742	900,532
<b>Total non-current assets</b>		<b>3,942,333</b>	4,159,818
<b>Current assets</b>			
Inventories		193,162	182,122
Trade and other receivables	10	2,831,949	4,512,515
Contract assets		5,762,858	5,288,045
Bank and cash balances		5,132,606	4,292,329
<b>Total current assets</b>		<b>13,920,575</b>	14,275,011
<b>Current liabilities</b>			
Trade payables	11	573,259	1,668,929
Other payables and accruals		1,077,377	1,994,259
Contract liabilities		220,664	778,819
Bank loan		1,775,306	1,943,423
Lease liabilities		87,378	91,345
Income tax payable		556,180	268,579
<b>Total current liabilities</b>		<b>4,290,164</b>	6,745,354
<b>Net current assets</b>		<b>9,630,411</b>	7,529,657
<b>Total assets less current liabilities</b>		<b>13,572,744</b>	11,689,475

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2024

	Note	30 June 2024 S\$ (Unaudited)	31 December 2023 S\$ (Audited)
<b>Non-current liabilities</b>			
Lease liabilities		726,816	769,325
<b>Total non-current liabilities</b>		<b>726,816</b>	769,325
<b>NET ASSETS</b>			
<b>Capital and reserves</b>			
Share capital	12	1,271,455	1,271,455
Share premium		15,488,351	15,488,351
Merger reserves		(4,570,095)	(4,570,095)
Share-based payment reserve		–	806,534
Currency translation reserve		(24,858)	152,049
Accumulated profits		681,075	(2,228,144)
<b>TOTAL EQUITY</b>		<b>12,845,928</b>	10,920,150

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2024

	Share capital S\$	Share premium S\$	Merger reserves S\$	Share-based payment reserve S\$	Currency translation reserve S\$	Accumulated profits S\$	Total S\$
At 1 January 2023 (Audited)	1,271,455	15,488,351	(4,570,095)	806,534	27,016	52,310	13,075,571
Profit for the period	-	-	-	-	-	767,579	767,579
Other comprehensive loss:							
Foreign currency translation	-	-	-	-	(3,113)	-	(3,113)
Total comprehensive income	-	-	-	-	(3,113)	767,579	764,466
At 30 June 2023 (Unaudited)	1,271,455	15,488,351	(4,570,095)	806,534	23,903	819,889	13,840,037
At 1 January 2024 (Audited)	<b>1,271,455</b>	<b>15,488,351</b>	<b>(4,570,095)</b>	<b>806,534</b>	<b>152,049</b>	<b>(2,228,144)</b>	<b>10,920,150</b>
Profit for the period	-	-	-	-	-	2,102,685	2,102,685
Other comprehensive loss:							
Foreign currency translation	-	-	-	-	(176,907)	-	(176,907)
Total comprehensive income	-	-	-	-	(176,907)	2,102,685	1,925,778
Lapse of share options	-	-	-	(806,534)	-	806,534	-
At 30 June 2024 (Unaudited)	<b>1,271,455</b>	<b>15,488,351</b>	<b>(4,570,095)</b>	<b>-</b>	<b>(24,858)</b>	<b>681,075</b>	<b>12,845,928</b>

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2024

	Six months ended 30 June	
	2024 S\$ (Unaudited)	2023 S\$ (Unaudited)
Net cash from operating activities	947,634	833,262
Net cash used in investing activities	(3,000)	–
Net cash used in financing activities	(267,581)	(268,665)
Net increase in cash and cash equivalents	677,053	564,597
Cash and cash equivalents, represented by bank and cash balances at 1 January	4,292,329	2,516,009
Effect of exchange rate changes	163,224	(3,151)
Cash and cash equivalents, represented by bank and cash balances at 30 June	5,132,606	3,083,757



## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

### 1. GENERAL

The Company was a public limited company incorporated and registered as an exempted company in the Cayman Islands with limited liability on 10 March 2015 and its registered office is Windward 3, Regatta Office Park, P.O. Box 1350, Grand Cayman KY1-1108, Cayman Islands. Its shares are listed on GEM of The Stock Exchange of Hong Kong Limited. The Company was registered with the Registrar of Companies in Hong Kong as a non-Hong Kong company under Part 16 of the Companies Ordinance (Chapter 622 of the laws of Hong Kong) (the “Companies Ordinance”) on 30 March 2015. The principal place of business in Hong Kong registered is Unit 1104A, 11F, Kai Tak Commercial Building, 317-319 Des Voeux Road Central, Hong Kong. The head office and principal place of business of the Group is at 14 Loyang Way 4, Singapore 507601.

The Company is an investment holding company and the operating subsidiaries are principally engaged in the design, fabrication, installation and maintenance of signage and related products and the provision of fitting-out and renovation services for commercial and residential premises and developments.

The condensed consolidated financial information is presented in Singapore Dollar (“S\$” or “\$”), which is also the functional currency of the Company.

This unaudited condensed consolidated interim financial information was approved by the Board on 30 August 2024.

### 2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

These condensed consolidated financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2023, which have been prepared in accordance with International Financial Reporting Standards (“IFRS”). The accounting policies and methods of computation used in the preparation of these condensed consolidated financial statements are consistent with those used in the annual financial statements for the year ended 31 December 2023 except for the adoption of the new and revised IFRS, amendments and Interpretations that are effective for financial period beginning on 1 January 2024 and are relevant to its operations. The adoption of these new/revised IFRS, amendments and interpretations does not result in changes to the Group’s accounting policies and has no material effect on the amounts reported for the current or prior period.



## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

### 3. REVENUE AND SEGMENT INFORMATION

The Group's operating and reportable segments are as follows:

**(i) Signage business**

Sale of signage, bollard, variable-message signs, bus stops, linkways and aluminium railing to customers.

**(ii) Fitting-out and renovation services**

Provision of fitting-out and renovation services for commercial and residential premises and developments.

An analysis of the Group's revenue by operating and reportable segments is as follows:

	Six months ended 30 June	
	2024 S\$ (Unaudited)	2023 S\$ (Unaudited)
Signage business	5,442,292	5,843,009
Fitting-out and renovation services	807,587	1,925,867
	<b>6,249,879</b>	<b>7,768,876</b>

#### Geographical information

In presenting the geographical information, revenue is based on the locations of the customers.

The Group operates in two principal geographical areas – Singapore and the People's Republic of China (the "PRC"). The following table provides an analysis of the Group's revenue from external customers:

	Six months ended 30 June	
	2024 S\$ (Unaudited)	2023 S\$ (Unaudited)
Singapore	5,442,292	5,843,009
The PRC	807,587	1,925,867
	<b>6,249,879</b>	<b>7,768,876</b>

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

### 4. OTHER INCOME

	Six months ended 30 June	
	2024 S\$ (Unaudited)	2023 S\$ (Unaudited)
Interest income	37,138	–
Government grants	28,892	16,883
Others	16,410	26,501
	<b>82,440</b>	<b>43,384</b>

### 5. OTHER GAINS AND LOSSES

	Six months ended 30 June	
	2024 S\$ (Unaudited)	2023 S\$ (Unaudited)
Foreign exchange gain, net	333,866	37,819

### 6. FINANCE COSTS

	Six months ended 30 June	
	2024 S\$ (Unaudited)	2023 S\$ (Unaudited)
Interests expenses on:		
– Bank loan	44,031	62,550
– Lease liabilities	8,957	10,112
	<b>52,988</b>	<b>72,662</b>

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

### 7. INCOME TAX EXPENSE

	Six months ended 30 June	
	2024 S\$ (Unaudited)	2023 S\$ (Unaudited)
Current tax – Singapore Corporate Income Tax ("CIT")	<b>421,900</b>	186,700

Singapore CIT is calculated at 17% of the estimated assessable profit. Singapore incorporated companies can also enjoy 75% tax exemption on the first S\$10,000 of normal chargeable income and a further 50% tax exemption on the next S\$190,000 of normal chargeable income from Year of Assessment 2020 onwards.

Under the two-tiered Profits Tax regime, the first HK\$2 million of profits of the qualifying group entity established in Hong Kong will be taxed at 8.25%, and profits above that amount will be subject to the tax rate of 16.5%. The profits of the group entities not qualifying for the two-tiered Profit Tax rate regime will continue to be taxed at a rate of 16.5%. No provision for Hong Kong Profits Tax has been made since the Group has no assessable profit for the six months ended 30 June 2024 and 2023.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

### 7. INCOME TAX EXPENSE (Continued)

The income tax expense for the period can be reconciled to the profit before tax per the statement of profit or loss and other comprehensive income as follows:

	Six months ended 30 June	
	2024 S\$ (Unaudited)	2023 S\$ (Unaudited)
Profit before tax	2,524,585	954,279
Tax at Singapore CIT of 17%	429,179	162,227
Tax effect of different tax rates of subsidiaries operating in other jurisdictions	(290)	720
Tax effect of income and expenses not taxable and deductible for tax purpose, net	(6,989)	23,770
Others	–	(17)
Income tax expense for the period	421,900	186,700

### 8. EARNINGS PER SHARE

	Six months ended 30 June	
	2024 S\$ (Unaudited)	2023 S\$ (Unaudited)
Profit attributable to the owners of the Company	2,102,685	767,579
Weighted average number of ordinary shares in issue	236,800,000	236,800,000
Basic and diluted earnings per share (S\$ cents)	0.888	0.324

The diluted earnings per share is the same as the basic earnings per share as there were no dilutive potential ordinary shares outstanding for the six months ended 30 June 2024. The effect of the exercise of share options was not included in the calculation of diluted earnings per share as they have no dilutive effect during the six months ended 30 June 2024.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

### 9. DIVIDEND

The Directors do not recommend the payment of an interim dividend for the six months ended 30 June 2024 (2023: Nil).

### 10. TRADE AND OTHER RECEIVABLES

	30 June 2024 S\$ (Unaudited)	31 December 2023 S\$ (Audited)
Trade receivables	7,505,285	9,028,795
Less: Allowance for expected credit losses	(4,902,383)	(4,785,552)
	<b>2,602,902</b>	4,243,243
Purchase advances paid to suppliers	41,268	128,954
Rental and other deposits	71,382	47,772
Prepayments	105,277	57,313
Other receivables	11,411	35,524
Less: Allowance for expected credit loss	(291)	(291)
	<b>2,831,949</b>	4,512,515

Trade receivables are generally granted a credit period of 30 to 60 days from the invoice date. The following is an aging analysis of trade receivables, net of allowance for expected credit losses, presented based on invoice date at the end of the reporting period:

	30 June 2024 S\$ (Unaudited)	31 December 2023 S\$ (Audited)
1-30 days	867,255	1,942,932
31-60 days	335,491	593,117
61-90 days	327,236	213,137
91-180 days	21,812	116,670
181-365 days	486,693	78,303
Over 365 days	564,415	1,299,084
	<b>2,602,902</b>	4,243,243

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

### 10. TRADE AND OTHER RECEIVABLES (Continued)

Before granting credit to new customers, the Group reviews the customers' profile and available consolidated financial statements to assess the potential customer's credit quality and defines credit limits for each customer.

The Group assesses at each of the reporting period end whether there is objective evidences that trade and other receivables are impaired.

### 11. TRADE PAYABLES

The following is an aging analysis of trade payables presented based on the invoice date, at the end of each reporting period:

	30 June 2024 S\$ (Unaudited)	31 December 2023 S\$ (Audited)
0–30 days	514,459	1,094,020
31–90 days	35,009	465,991
Over 90 days	23,791	108,918
	<b>573,259</b>	<b>1,668,929</b>

### 12. SHARE CAPITAL

	Number of shares	Par value HK\$	Share capital HK\$
<b>Authorised:</b>			
31 December 2023, 1 January 2024 and 30 June 2024	1,600,000,000	0.03125	50,000,000
	Number of shares	Share capital S\$	
<b>Issued and fully paid:</b>			
At 31 December 2023, 1 January 2024 and 30 June 2024	236,800,000	1,271,455	

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

### 13. RELATED PARTY DISCLOSURES

The Group has not entered into any related party transaction during the period under review.

#### Compensation of key management personnel

The remuneration of executive Directors of the Group was as follows:

	Six months ended 30 June	
	2024 S\$ (Unaudited)	2023 S\$ (Unaudited)
Short-term benefits	229,983	108,600
Post-employment benefits	17,340	9,520
	<b>247,323</b>	118,120

The remuneration of executive Directors of the Group is determined by having regard to their qualifications, experience and duties and responsibilities with the Company and the prevailing market conditions.



## MANAGEMENT DISCUSSION AND ANALYSIS

### GENERAL

During the six months ended 30 June 2024, the Group was principally engaged in the design, fabrication, installation and maintenance of signage and related products and provision of fitting-out and renovation services for commercial and residential premises and developments.

### FINANCIAL REVIEW

For the six months ended 30 June 2024, the Group recorded a revenue of approximately S\$6,250,000 (2023: S\$7,769,000) and profit of approximately S\$2,103,000 (2023: S\$768,000).

Revenue had decreased by approximately 19.6% or S\$1,519,000. The gross profit and gross profit margin for the six months ended 30 June 2024 was approximately S\$3,077,000 (2023: S\$2,220,000) and approximately 49.2% (2023: 28.6%) respectively. Decrease of revenue is mainly due to decline of the demand in fitting-out and renovation services and fierce competition in the market.

Other income for the six months ended 30 June 2024 included government grants of approximately S\$29,000 and interest income of approximately S\$37,000.

Other gains and losses for the six months ended 30 June 2024 included approximately S\$334,000 of foreign exchange gain which was mainly arise from trade receivables, contract assets and cash and cash equivalents denominated in Hong Kong dollars which was appreciating against Singapore dollars.



## MANAGEMENT DISCUSSION AND ANALYSIS

Selling and administrative expenses for the six months ended 30 June 2024 was approximately S\$1,049,000 (2023: S\$1,316,000) representing a decrease of approximately S\$267,000 or 20.3% mainly due to lower corporate expenses incurred.

The Group recorded a profit before tax for the six months ended 30 June 2024 of approximately S\$2,525,000, compared to S\$954,000 for the corresponding period in 2023.

Profit for the six months ended 30 June 2024 was approximately S\$2,103,000, compared to S\$768,000 for the corresponding period in 2023.

### Liquidity and Financial Resources

The Group's exposure to liquidity risk arises in the general funding of the Group's operations, in particular, that the duration of the contracts span from 1 month to 4 years and during which the amount of progress claim vary from month to month depending on the provision of signage and related products for the month. The supply and installation schedule is as directed by the customer, in accordance with the main contractor's schedule. As such, the Group actively manage our customers' credit limits, aging, and repayment of retention monies and monitor the operating cash flows to ensure adequate working capital funds and repayment schedule is met.

For the six months ended 30 June 2024, the cash and cash equivalents of the Group has increased by approximately S\$840,000. This was mainly arise from net cash from operating activities of approximately S\$948,000 offset with repayment of bank loan and lease liabilities of approximately S\$268,000.

## MANAGEMENT DISCUSSION AND ANALYSIS

The total interest-bearing borrowing of the Group as at 30 June 2024 was S\$2,590,000 (31 December 2023: S\$2,804,000). The Group's gearing ratio as at 30 June 2024 was approximately 14.5% (31 December 2023: approximately 15.2%), which is calculated as the Group's total borrowings over the Group's total assets.

As at 30 June 2024, the Group had cash and cash equivalents of approximately S\$5,133,000 (31 December 2023: approximately S\$4,292,000) which were placed with major banks in Singapore and Hong Kong.

### BUSINESS REVIEW

Revenue from the sale of signage, bollard, variable-message signs, bus stops and aluminium railing in the public and private sectors in Singapore was amounted to approximately S\$5,442,000 and S\$5,843,000 for the six months period ended 30 June 2024 and 2023 respectively. The revenue has decreased by approximately 6.9% or S\$401,000 mainly due to the fierce competition in the market of Singapore.

Revenue from the business of provision of fitting-out and renovation services for commercial and residential premises and developments was amounted to approximately S\$808,000 and S\$1,926,000 for the six months period ended 30 June 2024 and 2023 respectively. The Group is responsible for the overall management of the contracted projects which involves sourcing, procurement and quality control of materials, arrangement of subcontractors, and supervision and inspection of the project progress until completion and may also provide design services upon clients' request. The decline was mainly attributable to the lower demand and fierce competition. Given the unfavorable economic factors, businesses and individuals became more cautious with their investments or spendings which led to decrease in demand for the fitting-out and renovation services. Furthermore, the industry's competitive landscape has intensified, with numerous service providers vying for a limited customer base. This has led to intense price competition, as businesses strive to attract customers by offering lower prices. Such price erosion has impacted profit margins, making it challenging for the Group to sustain its operations.



## MANAGEMENT DISCUSSION AND ANALYSIS

### PROSPECTS

Looking forward, the demand in the construction sector activities in Singapore will slowly recover. The construction industry in Hong Kong will remain challenging due to the fierce competition in bidding prices and higher material costs. The Group will continue to manage its expenditures, review the business strategy constantly and look for other business opportunities to cope with existing market environment in a cautious and prudent manner.

### FOREIGN EXCHANGE EXPOSURE

The Group transacts mainly in Singapore Dollars, which is the functional currency of the Group. The Group is of the opinion that its exposure to foreign exchange rate risk is limited. The Group currently does not have a foreign currency hedging policy. However, the management monitors foreign exchange exposure closely and will consider hedging significant foreign currency exposure should the need arise.

### SIGNIFICANT INVESTMENTS HELD, MATERIAL ACQUISITIONS AND DISPOSALS, AND FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

There were no significant investments held, nor were there any material acquisitions and disposals of subsidiaries, associates and joint ventures during the period under review. The Group had no specific future plan for material investments or capital assets as at 30 June 2024.

### CHARGES ON GROUP'S ASSETS

As at 30 June 2024, the Group's borrowings are secured by the lessor's title to the relevant leasehold land, building and leased motor vehicles with the aggregate carrying values amounting to approximately S\$2,939,000 (31 December 2023: S\$3,098,000).

## MANAGEMENT DISCUSSION AND ANALYSIS

### CAPITAL COMMITMENTS

As at 30 June 2024, the Group did not have any capital commitment (31 December 2023: Nil).

### EMPLOYEE INFORMATION

As at 30 June 2024, the Group had an aggregate of 76 (31 December 2023: 81) employees.

The employees of the Group are remunerated according to their job scope and responsibilities. The local employees are also entitled to discretionary bonus depending on their respective performance. The foreign workers are employed on one or two year contractual basis and are remunerated according to their work skills.

Total staff costs, including Directors' emoluments, amounted to approximately S\$1,041,000 for the six months ended 30 June 2024 (six months ended 30 June 2023: approximately S\$1,663,000).

### EVENT AFTER THE REPORTING PERIOD

No significant events have been taken place subsequent to 30 June 2024.



## CORPORATE GOVERNANCE AND OTHER INFORMATION

### DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY ASSOCIATED CORPORATION

As at 30 June 2024, the interests and short positions of each director and chief executive of the Company in the shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")), which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they have taken or deemed to have taken under such provisions of the SFO), or which were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein, or which were required, pursuant to Rules 5.46 to 5.67 of the GEM Listing Rules, to be notified to the Company and the Stock Exchange, were as follows:

#### Aggregate long positions in the shares and underlying shares of the Company

Name of Directors	Nature of interest	Number of shares held	Approximate percentage of issued share capital
<b>Executive Directors:</b>			
Tan Thiam Kiat Kelvin	Interest of controlled company <sup>(1)</sup>	39,337,600	16.61%
<b>Independent non-executive Directors:</b>			
Lau Muk Kan	Beneficial owner	1,280,000	0.54%
Lock Kiu Yin	Beneficial owner	1,280,000	0.54%
Xiao Laiwen	Beneficial owner	1,280,000	0.54%

Note:

- (1) The entire issued share capital of Absolute Truth Investments Limited is beneficially owned by Mr. Tan Thiam Kiat Kelvin.

## CORPORATE GOVERNANCE AND OTHER INFORMATION

Save as disclosed above, as at 30 June 2024, none of the Directors and chief executive of the Company had any interests or short positions in any shares, debentures or underlying shares of the Company and its associated corporations (within the meaning of Part XV of the SFO), which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have taken under such provisions of the SFO), or which were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein, or which were required, pursuant to Rules 5.46 to 5.67 of the GEM Listing Rules, to be notified to the Company and the Stock Exchange.

### SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

As at 30 June 2024, the following substantial shareholders' and other persons' interest and short positions of 5% or more of the issued share capital of the Company were recorded in the register required to be kept under section 336 of Part XV of the SFO:

#### Aggregate long positions in the shares and underlying shares of the Company

Name of substantial shareholders	Nature of interest	Number of shares held	Approximate percentage of the issued share capital
Absolute Truth Investments Limited	Beneficial owner <sup>(1)</sup>	39,337,600	16.61%

Note:

- (1) The entire issued share capital of Absolute Truth Investments Limited is beneficially owned by Mr. Tan Thiam Kiat Kelvin.

Save as disclosed above, as at 30 June 2024, the Directors and the chief executive of the Company were not aware of any person (other than the Directors or chief executive of the Company, whose interests are disclosed above) who had an interest or short position in the securities of the Company which would fall to be disclosed to the Company and the Stock Exchange.



## CORPORATE GOVERNANCE AND OTHER INFORMATION

### DIRECTOR'S INTEREST IN COMPETING BUSINESS

The Directors are not aware of any business and interest of the Directors nor the controlling shareholders of the Company nor any of their respective close associates (as defined in the GEM Listing Rules) that compete or may compete with the business of the Group and any other conflict of interests which any such person has or may have with the Group during the six months ended 30 June 2024.

### PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 June 2024.

### COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Board strives to uphold the principles and code provisions set out in the Corporate Governance Code as contained in Appendix C1 to the GEM Listing Rules (the "CG Code"), and adopted various measures to enhance the internal control system, the Directors' continuous professional development and other areas of practice of the Company. While the Board strives to maintain a high level of corporate governance, it also works hard to create values and achieve maximum return for its shareholders. The Board will continue to conduct review and improve the quality of corporate governance practices with reference to local and international standards.

In the opinion of the Board, the Company has complied with the CG Code for the six months ended 30 June 2024.



## CORPORATE GOVERNANCE AND OTHER INFORMATION

### SHARE OPTION SCHEME

The Company has adopted a share option scheme (the "Share Option Scheme") on 21 September 2018.

A summary of the movements of the outstanding share options under the Share Option Scheme during the six months ended 30 June 2024 is as follows:

	Outstanding as at 1 January 2024	Lapsed during the period	Granted/ exercised/ cancelled during the period	Outstanding as at 30 June 2024	Exercise price per share HK\$	Date of grant	Exercise period
<b>Employees</b>	22,400,000	(22,400,000)	–	–	0.50	7 April 2022	7 April 2022 to 6 April 2024

Save as disclosed above, no share option was granted, exercised, lapsed or cancelled under the Share Option Scheme during the six months ended 30 June 2024. The total number of share options available for grant under the Share Option Scheme was 23,680,000 as at 1 January 2024 and 30 June 2024.

### COMPLIANCE WITH THE MODEL CODE

The Company has adopted the standard set out in Rules 5.48 to 5.67 (the "Model Code") of the GEM Listing Rules, in relation to the dealings in securities of the Company by the Directors. Having made specific enquiry of all Directors, each Director has confirmed that he/she has complied with the standards set out in the Model Code during the six months ended 30 June 2024.

### INTERIM DIVIDENDS

The Board does not recommend the payment of an interim dividend for the six months ended 30 June 2024.

## CORPORATE GOVERNANCE AND OTHER INFORMATION

### AUDIT COMMITTEE

The Company established an audit committee (the "Audit Committee") on 23 June 2015 with written terms of reference in compliance with the GEM Listing Rules and the CG Code. The Audit Committee consists of three independent non-executive Directors namely Mr. Lock Kiu Yin, Mr. Xiao Laiwen and Mr. Lau Muk Kan. Mr. Lock Kiu Yin, a Director with the appropriate professional qualifications, serves as the chairman of the Audit Committee.

Among other things, the primary duties of the Audit Committee are to, among others, make recommendation to our Board on the appointment, reappointment and removal of external auditor, monitor integrity of the Group's consolidated financial statements, review significant financial reporting judgements contained in them, oversee the Group's financial reporting, internal control, risk management systems and audit process and to perform other duties and responsibilities as assigned by the Board.

The Group's unaudited condensed consolidated results for the six months ended 30 June 2024 and this report have been reviewed by the Audit Committee, which was of the opinion that such statements and report has been prepared in compliance with the applicable accounting standards, the GEM Listing Rules and other applicable legal requirements, and that adequate disclosures have been made.

By order of the Board  
**KPM Holding Limited**  
**Tan Thiam Kiat Kelvin**  
*Chairman*

Singapore, 30 August 2024

*As at the date of this report, the Board comprises two executive Directors, namely, Mr. Tan Thiam Kiat Kelvin (Chairman) and Ms. Lin Sin Huei; and three independent non-executive Directors, namely, Mr. Lau Muk Kan, Mr. Xiao Laiwen and Mr. Lock Kiu Yin.*