

KTL GLOBAL LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No. 200704519M)

RESPONSE TO THE QUERIES FROM THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED (THE “SGX-ST”)

The Board of Directors (the “**Board**”) of KTL Global Limited (the “**Company**”) and together with its subsidiaries (the “**Group**”) refers to the announcement released by the Company on 30 November 2022 on the financial statements for the year ended 30 June 2022.

SGX-ST’s questions and the Company’s corresponding responses are listed below to enable investors to understand the matters raised by SGX-ST:

SGX-ST Query 1

It was disclosed in the 16 January 2023 Announcement that, “The Company has been in active negotiations since end of last year with the vendors of Ebuy Pte. Ltd. (“**Ebuy**”) on the status of the Proposed Acquisition, which may include extending the long-stop date with a revised set of terms or terminating the Proposed Acquisition.” Please disclose the Board’s assessment of the recoverability of the advance payment.

Company’s Response

The Board would like to update that Ebuy has acknowledged to return the full amount of the advance payment subject to any deductions that may be applicable.

The Company and Ebuy are in the process of determining the net amount recoverable by the Company. This is because the Company had previously utilised Ebuy’s facilities for warehousing, office rental and other services of which some of these services provided by Ebuy were not invoiced to the Company due to the Proposed Acquisition.

Pursuant to the renegotiation of the Proposed Acquisition not precluding the possibility of termination, the Company and Ebuy are reviewing such transactions so that in the event of termination, both parties reach mutual agreement on the balances involved. The Board is confident in the recovery of some monies but is unable to advise on the final amount as parties are still negotiating.

SGX-ST Query 2

Please disclose the computation for the fair value gain on CEO Loan of S\$147,000.

Company’s Response

The fair value gain is based on an assumed annual inflation rate of 2% of the CEO loan of S\$750,000 over the loan term of 3 years. The detailed calculation is as follows:

Drawdown		Number of Months	Monthly Interest (2% annually)	Monthly Discount factor (10% per annum)	PV (S\$)	Fair Value Gain (S\$)
Month	Amount (S\$)					
Oct-21	40,000	36	0.17%	0.80%	31,892	8,108
Oct-21	110,000	36	0.17%	0.80%	87,703	22,297
Nov-21	50,000	35	0.17%	0.80%	40,117	9,883

Nov-21	200,000	35	0.17%	0.80%	160,467	39,533
Nov-21	100,000	35	0.17%	0.80%	80,233	19,767
Dec-21	200,000	34	0.17%	0.80%	161,480	38,520
Feb-22	50,000	31	0.17%	0.80%	41,139	8,861
	750,000				603,031	146,969

BY ORDER OF THE BOARD
KTL GLOBAL LIMITED

Chin Teck Oon
Executive Director and Chief Executive Officer
7 February 2023