KPM HOLDING LIMITED

吉輝控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8027)

SUPPLEMENTAL ANNOUNCEMENT TO THE INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2017

Reference is made to the interim results announcement (the "**Interim Results Announcement**") for the six months ended 30 June 2017 (the "**Relevant Period**") of KPM Holding Limited (the "**Company**") dated 10 August 2017. Unless otherwise defined, capitalised terms used in this announcement shall have the same meanings as those defined in the Interim Results Announcement.

As set out at page 12 of the Interim Results Announcement, the Group had available-for-sale investments (the "**AFS Investments**") consisting of listed equity securities in Hong Kong and amounted to S$817,600 as at 30 June 2017. As set out at page 9 of the Interim Results Announcement, the Company also recorded an impairment loss of AFS Investments of S$995,627 (the "**Impairment Loss**") and a loss on disposal of AFS Investments of S$653,972 (the "**Disposals Loss**") for the Relevant Period.

The Board would like to provide additional information in relation to the AFS Investments to the shareholders and potential investors of the Company.

As at 30 June 2017, the AFS Investments consisted of the following listed equity securities in Hong Kong:

Stock code	Number of shares acquired	Number of shares held as at 30 June 2017	Approximate shareholding percentage as at 30 June 2017	Investment cost *S$*	Impairment Loss *S$* *(Note 3)*	Market value as at 30 June 2017 *S$*	Approximate percentage to the net assets of the Company as at 30 June 2017	Dividend received during the Relevant Period
802 *(Note 1)*	7,140,000	6,940,000	0.28%	713,003	536,541	172,459	1.38%	Nil
1327 *(Note 2)*	43,752,000	43,752,000	1.27%	611,567	277,169	333,937	2.68%	Nil
Other listed equity securities				535,145	181,917	311,204	2.50%	Nil
Total				1,859,716	995,627	817,600	6.56%	

Notes:

1. China e-Wallet Payment Group Limited is principally engaged in the provision of biometric and RFID products and solution services, internet and mobile application and related services.

2. Time2U International Holding Limited is principally engaged in the manufacture and sales of own-branded watches, OEM watches and third-party watches.

3. The Impairment Loss was recorded during the Relevant Period due to the decrease in the market value lower than the investment costs of the relevant securities.

During the Relevant Period, the Group disposed of all 15,100,000 shares of China Jicheng Holdings Limited ("**China Jicheng**") at the consideration of S$42,750, which resulted in the recognition of a disposal loss of S$654,115 for the Relevant Period. China Jicheng is principally engaged in the manufacturing and sale of POE umbrellas and nylon umbrellas and umbrella parts such as plastic cloth and shaft to its customers. No dividend was received from China Jicheng during the Relevant Period.

By order of the Board
KPM HOLDING LIMITED
Tan Thiam Kiat Kelvin
Chairman

Hong Kong, 28 August 2017

As at the date of this announcement, the executive Directors are Mr. Tan Thiam Kiat Kelvin, Mr. Tan Kwang Hwee Peter and Ms. Kong Weishan and the independent non-executive Directors are Mr. Oh Eng Bin (Hu Rongming), Mr. Tan Kiang Hua and Mdm. Kow Yuen-Ting (Gao Yun Ting).

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 the Growth Enterprise Market 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 enquires, 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 GEM website at www.hkgem.com on the "Latest Company Announcements" page for at least 7 days from the date of its publication and on the Company's website at www.kpmholding.com.

* *for identification purposes only*