



TREK 2000 INTERNATIONAL LTD (Registration Number 199905744N)

Second Half and Full Year Financial Statements Announcement for the period ended 31 December 2021

A. Condensed Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income

Unaudited Results for the Second Half and Full Year Ended 31 December 2021

	Note	Second Half			Full Year		
		2021	2020	Increase/ (Decrease)	2021	2020	Increase/ (Decrease)
		US\$'000	US\$'000	%	US\$'000	US\$'000	%
Revenue		16,683	15,169	10.0	37,336	25,366	47.2
Cost of sales		(15,438)	(15,831)	(2.5)	(34,541)	(25,057)	37.8
Gross profit/(loss)		1,245	(662)	N.M.	2,795	309	804.5
Other items of income:							
Interest income		135	291	(53.6)	326	683	(52.3)
Other income		316	2,501	(87.4)	989	1,677	(41.0)
Other items of expense:							
Research and development		(854)	(916)	(6.8)	(1,459)	(1,273)	14.6
Marketing and distribution		(738)	(864)	(14.6)	(1,551)	(1,574)	(1.5)
General administration		(581)	(486)	19.5	(1,124)	(1,096)	2.6
Finance expenses		(20)	(7)	185.7	(28)	(13)	115.4
Other expenses		(1,212)	–	N.M.	(1,132)	–	N.M.
Loss before income tax	6	(1,709)	(143)	1,095.1	(1,184)	(1,287)	(8.0)
Income tax expense	7	–	(34)	(100.0)	–	56	(100.0)
Loss for the period		(1,709)	(177)	865.5	(1,184)	(1,231)	(3.8)
Other comprehensive income							
<u>Items that may be reclassified to profit or loss in subsequent periods</u>							
Foreign currency translation differences		4	(104)	N.M.	(62)	(87)	(28.7)
Debt investments at FVOCI – net change in fair value		–	(129)	(100.0)	–	129	(100.0)
Debt investments at FVOCI – reclassified to profit or loss		–	(61)	(100.0)	(317)	(79)	301.3
<u>Items that will not be reclassified to profit or loss in subsequent periods</u>							
Revaluation of freehold and leasehold property		2	251	(99.2)	2	251	(99.2)
Related tax		–	(43)	(100.0)	–	(43)	(100.0)
Fair value changes on equity investments at FVOCI		78	96	(18.8)	78	96	(18.8)
Total other comprehensive income/(loss) for the period, net of tax		84	10	(740.0)	(299)	267	N.M.
Total comprehensive loss for the period		(1,625)	(167)	873.1	(1,483)	(964)	53.8

PS: N.M. – Not Meaningful

A. Condensed Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income (cont'd)
Unaudited Results for the Second Half and Full Year Ended 31 December 2021 (cont'd)

Note	Second Half		Increase/ (Decrease) %	Full Year		Increase/ (Decrease) %
	2021	2020		2021	2020	
	US\$'000	US\$'000		US\$'000	US\$'000	
					0	
Profit/(loss) for the period attributable to:						
Owners of the Company	(1,712)	(183)	835.5	(1,209)	(1,268)	(4.7)
Non-controlling interests	3	6	(50.0)	25	37	(32.4)
	(1,709)	(177)	865.5	(1,184)	(1,231)	(3.8)
Total comprehensive income/(loss) attributable to:						
Owners of the Company	(1,628)	(173)	841.0	(1,508)	(1,001)	50.6
Non-controlling interests	3	6	(50.0)	25	37	(32.4)
	(1,625)	(167)	873.1	(1,483)	(964)	53.8
Loss per share attributable to owners of the Company (expressed in USD cents per share):						
– Basic	(0.55)	(0.06)	816.7	(0.38)	(0.40)	(5.0)
– Diluted	(0.55)	(0.06)	816.7	(0.38)	(0.40)	(5.0)

PS: N.M. – Not Meaningful

B. Condensed Interim Consolidated Statement of Financial Position

	Note	Group		Company	
		31 Dec 2021 US\$'000	31 Dec 2020 US\$'000	31 Dec 2021 US\$'000	31 Dec 2020 US\$'000
Non-current assets					
Property, plant and equipment	12	1,184	1,332	–	–
Right-of-use assets		318	269	–	–
Intangible assets	11	–	255	–	56
Investment in subsidiaries		–	–	1,583	1,583
Investment in associates		–	–	5	5
Quoted investments	10	–	6,012	–	6,012
Unquoted investments	10	1,764	1,450	1,764	1,450
Loan receivable		1,466	–	1,466	–
		4,732	9,318	4,818	9,106
Current assets					
Inventories		1,298	1,488	–	–
Trade and other receivables		4,187	3,439	58	51
Prepayments		14	14	5	2
Quoted investments held for trading	10	28,259	22,623	28,259	22,623
Unquoted investments held for trading	10	511	662	511	662
Short term deposits		501	4,975	–	375
Cash at banks and on hand		5,880	2,969	15	929
		40,650	36,170	28,848	24,642
Total assets		45,382	45,488	33,666	33,748
Current liabilities					
Trade payables		3,201	986	–	–
Other payables and accruals		1,692	2,252	3,602	2,250
Lease liabilities		106	113	–	–
Income tax payable		1,456	1,453	–	–
		6,455	4,804	3,602	2,250
Net current assets		34,195	31,366	25,246	22,392
Non-current liabilities					
Lease liabilities		118	128	–	–
Deferred taxation		88	87	–	–
		206	215	–	–
Total liabilities		6,661	5,019	3,602	2,250
Net assets		38,721	40,469	30,064	31,498
Equity attributable to the owners of the Company					
Share capital	15	37,829	37,829	37,829	37,829
Treasury shares		(996)	(732)	(996)	(732)
Revenue reserve		(1,040)	82	(4,918)	(4,074)
Capital reserve		2,717	2,717	–	–
Asset revaluation reserve		1,266	1,264	–	–
Translation reserve		(40)	23	–	–
Other reserves		(1,939)	(1,613)	(1,851)	(1,525)
		37,797	39,570	30,064	31,498
Non-controlling interests		924	899	–	–
Total equity		38,721	40,469	30,064	31,498
Total equity and liabilities		45,382	45,488	33,666	33,748

C. Condensed Interim Consolidated Statement of Changes in Equity

	Attributable to owners of the Company							Total US\$'000	Non- Controlling Interests US\$'000	Total Equity US\$'000
	Share Capital US\$'000	Treasury Shares US\$'000	Revenue Reserve US\$'000	Capital Reserve US\$'000	Asset Revaluation Reserve US\$'000	Translation Reserve US\$'000	Other Reserves US\$'000			
THE GROUP										
Balance as at 1 January 2021	37,829	(732)	82	2,717	1,264	23	(1,613)	39,570	899	40,469
Purchase of Treasury Shares	–	(250)	–	–	–	–	–	(250)	–	(250)
Total comprehensive income for the period	–	–	503	–	–	(67)	(317)	119	22	141
Balance as at 30 June 2021	37,829	(982)	585	2,717	1,264	(44)	(1,930)	39,439	921	40,360
Share option lapsed	–	–	87	–	–	–	(87)	–	–	–
Purchase of Treasury Shares	–	(14)	–	–	–	–	–	(14)	–	(14)
Total comprehensive income for the period	–	–	(1,712)	–	2	4	78	(1,628)	3	(1,625)
Balance as at 31 December 2021	37,829	(996)	(1,040)	2,717	1,266	(40)	(1,939)	37,797	924	38,721
Balance as at 1 January 2020	37,829	(507)	1,336	2,717	1,056	110	(1,745)	40,796	862	41,658
Share option lapsed	–	–	14	–	–	–	(14)	–	–	–
Total comprehensive income for the period	–	–	(1,085)	–	–	17	240	(828)	31	(797)
Balance as at 30 June 2020	37,829	(507)	265	2,717	1,056	127	(1,519)	39,968	893	40,861
Purchase of Treasury Shares	–	(225)	–	–	–	–	–	(225)	–	(225)
Total comprehensive income for the period	–	–	(183)	–	208	(104)	(94)	(173)	6	(167)
Balance as at 31 December 2020	37,829	(732)	82	2,717	1,264	23	(1,613)	39,570	899	40,469

C. Condensed Interim Consolidated Statement of Changes in Equity (cont'd)

	Attributable to owners of the Company							
	Share Capital US\$'000	Treasury Shares US\$'000	Revenue Reserve US\$'000	Capital Reserve US\$'000	Asset Revaluation Reserve US\$'000	Translation Reserve US\$'000	Other Reserves US\$'000	Total US\$'000
THE COMPANY								
Balance as at 1 January 2021	37,829	(732)	(4,074)	–	–	–	(1,525)	31,498
Purchase of Treasury Shares	–	(250)	–	–	–	–	–	(250)
Total comprehensive income for the period	–	–	815	–	–	–	(317)	498
Balance as at 30 June 2021	37,829	(982)	(3,259)	–	–	–	(1,842)	31,746
Purchase of Treasury Shares	–	(14)	–	–	–	–	–	(14)
Share option lapsed	–	–	87	–	–	–	(87)	–
Total comprehensive income for the period	–	–	(1,746)	–	–	–	78	(1,668)
Balance as at 31 December 2021	37,829	(996)	(4,918)	–	–	–	(1,851)	30,064
Balance as at 1 January 2020	37,829	(507)	(5,066)	–	–	–	(1,656)	30,600
Share option lapsed	–	–	14	–	–	–	(14)	–
Total comprehensive income for the period	–	–	(794)	–	–	–	240	(554)
Balance as at 30 June 2020	37,829	(507)	(5,846)	–	–	–	(1,430)	30,046
Purchase of Treasury Shares	–	(225)	–	–	–	–	–	(225)
Total comprehensive income for the period	–	–	1,772	–	–	–	(95)	1,677
Balance as at 31 December 2020	37,829	(732)	(4,074)	–	–	–	(1,525)	31,498

D. Condensed Interim Consolidated Statement of Cash Flows

	Second Half FY2021 US\$'000	Second Half FY2020 US\$'000	Full Year FY2021 US\$'000	Full Year FY2020 US\$'000
Cash flow from operating activities:				
Loss before income tax	(1,709)	(143)	(1,184)	(1,287)
Adjustments for:				
Amortisation of intangible assets	34	139	58	160
Depreciation of property, plant and equipment	108	87	194	156
Depreciation of right-of-use assets	76	77	150	161
Gain on disposal of rights-of-use assets	(11)	–	(11)	–
Intangible assets written off	219	337	219	312
Loss/(gain) on fair value changes of financial assets at FVTPL	1,080	(1,948)	1,097	(1,201)
Loss/(gain) on disposal of quoted investments	43	(82)	(775)	(82)
Reversal of provisions	(955)	(150)	(955)	(150)
Allowance/(reversal) for stock obsolescence	113	(1,490)	(147)	(1,208)
Allowance/(reversal) of doubtful debts, net	–	(23)	50	74
Interest income	(135)	(291)	(326)	(683)
Interest expense	20	7	28	13
Dividend income	(30)	–	(50)	–
Operating loss before changes in working capital	(1,147)	(3,480)	(1,652)	(3,735)
Decrease /(increase) in trade and other receivables, and prepayments	3,971	(3,032)	(802)	(2,289)
Decrease in inventories	(58)	6,886	338	3,719
(Decrease)/increase in trade and other payables	(319)	1,012	2,612	(3,400)
Cash generated from/(used in) operating activities	2,447	1,386	496	(5,705)
Income tax (paid)/refunded	(89)	–	2	(3)
Interest received	2	4	3	58
Interest paid	(13)	–	(14)	–
Net cash generated from/(used in) operating activities	2,347	1,390	487	(5,650)
Cash flow from investing activities				
Proceeds from disposal of quoted investments	5,328	7,901	17,229	7,901
Proceeds from disposal of right-of-use assets	37	–	37	–
Purchase of property, plant and equipment	–	(1)	(44)	(3)
Purchase of right-of-use asset	(70)	–	(108)	–
Purchase of quoted investments	(4,334)	(7,814)	(17,585)	(11,035)
Loan to an investee company	–	–	(1,486)	–
Payment for patent and trademark registration expenses	(1)	–	(3)	(1)
Payment for development expenditures	–	(72)	(19)	(93)
Dividend income from quoted investments	30	–	50	–
Interest income from quoted investments	88	287	261	625
Interest income from loan to investee	44	–	62	–
Net cash generated from/(used in) investing activities	1,122	301	(1,606)	(2,606)
Cash flow from financing activities				
Fixed deposit unpledged/(pledged)	295	(500)	–	(500)
Interest paid for lease liabilities	(7)	(7)	(14)	(13)
Payment of lease liability	(67)	(80)	(134)	(152)
Purchase of treasury shares	(13)	(226)	(264)	(226)
Repayment of bank loan, net	(1,600)	–	–	–
Net cash used in financing activities	(1,392)	(813)	(412)	(891)
Net increase/(decrease) in cash and cash equivalents	2,077	878	(1,531)	(9,147)
Cash and cash equivalents at beginning of period	3,769	6,669	7,444	16,678
Effect of foreign exchange difference	35	(103)	(32)	(87)
Cash and cash equivalents at end of period	5,881	7,444	5,881	7,444

D. Condensed Interim Consolidated Statement of Cash Flows (cont'd)

The Group's cash and cash equivalents in the consolidated statement of cash flow consist of the following:

	Year ended 31 December	
	2021	2020
	US\$'000	US\$'000
Cash at banks and on hand	5,880	2,969
Short-term deposits	501	4,975
Fixed-deposit pledged	(500)	(500)
	5,881	7,444

E. Notes to the Condensed Interim Consolidated Financial Statement

1. Corporate Information

Trek 2000 International Ltd is incorporated and domiciled in Singapore and whose shares are publicly traded on the Singapore Exchange. These condensed interim consolidated financial statements as at and, for the second half and full year period ended 31 December 2021 comprise the Company and its subsidiaries (collectively, the Group). The primary activities of the Company are those of an investment holding company and the ownership of a portfolio of intellectual property.

The principal activities of the Group are:

- Research, design, development and dealing in computer hardware, software, electronic components and other related products.
- Marketing and distribution of computer peripherals and electronic components.
- Development and marketing of web portal services, including social networking sites.

2. Basis of Preparation

The condensed interim financial statements for the second half and full year period ended 31 December 2021 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2021.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements are presented in United States dollar, which is the Company's functional currency.

2.1 New and amended standards adopted by the Group

A number of amendments to Standards have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards.

The amendments to the Standards are as follows:

Amendment to SFRS(I) 16 COVID-19 Related Rent Concessions

As a result of the COVID-19 pandemic, rent concessions have been granted to lessees. Such concessions might take a variety of forms, including payment holidays and deferral of lease payments. The amendment provides lessees with an option to treat qualifying rent concessions in the same way as they would if they were not lease modifications.

E. Notes to the Condensed Interim Consolidated Financial Statement (cont'd)

2. Basis of Preparation (cont'd)

2.1 New and amended standards adopted by the Group (cont'd)

Amendment to SFRS(I) 16 COVID-19 Related Rent Concessions (cont'd)

The practical expedient only applies to rent concessions occurring as a direct consequence of the COVID-19 pandemic, and only if all of the following conditions are met:

- the change in lease payments results in revised consideration for the lease that is substantially the same as, or less than, the consideration for the lease immediately preceding the change;
- any reduction in lease payments affects only payments due on or before 31 December 2021; and
- there is no substantive change to other terms and conditions of the lease.

Entities applying the practical expedient must disclose this fact, whether the expedient has been applied to all qualifying rent concessions, and the nature of the contracts to which it has been applied, as well as the amount recognised in profit or loss arising from the rent concessions.

2.2 Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2021.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

Information about critical judgements in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements is included in the following notes:

- Note 10 – Classification of investments

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amount of assets and liabilities within the next interim period are included in the following notes:

- Note 10 – Valuation of unquoted investments

3. Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

4. Segment information

The Group is organized into the following business segments:

- Customised solutions
- Interactive consumer solutions
- Renewable energy solutions

These operating segments are reported in a manner consistent with internal reporting provided to the management committee whose members are responsible for allocating resources and assessing performance of the operating segments.

E. Notes to the Condensed Interim Consolidated Financial Statement (cont'd)

4. Segment information (cont'd)

4.1 Reportable segments

1 July 2021 to 31 December 2021

	Customised Solutions	Interactive Consumer Solutions	Renewable Energy Solutions	Others	Consolidated
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Total segment revenue	2,996	8,728	4,959	–	16,683
Inter-segment revenue	–	–	–	–	–
Revenue from external parties	2,996	8,728	4,959	–	16,683
Dividend income	–	–	–	30	30
Interest income	–	–	–	135	135
Miscellaneous income	51	150	85	–	286
Total other income	51	150	85	165	451
Total revenue and other income	3,046	8,878	5,044	165	17,133
Depreciation	(33)	(96)	(55)	–	(184)
Finance expense	–	–	–	(20)	(20)
Miscellaneous expense	(12)	(37)	(40)	(1,123)	(1,212)
Segment loss	(128)	(372)	(231)	(978)	(1,709)
Unallocated expenses					–
Share of profit of associated company					–
Loss before taxation					(1,709)
Taxation					–
Loss for the interim period					(1,709)
Segment assets	2,683	7,905	4,260	30,534	45,382
Deferred income tax assets					–
Total assets					45,382
Expenditures for segment non-current assets					
- Additions to PPE	–	–	–	–	–
	–	–	–	–	–
Segment liabilities	1,026	3,022	1,069	–	5,117
Current income tax liabilities					1,456
Deferred income tax liabilities					88
Total liabilities					6,661

E. Notes to the Condensed Interim Consolidated Financial Statement (cont'd)

4. Segment information (cont'd)

4.1 Reportable segments (cont'd)

	Customised Solutions	Interactive Consumer Solutions	Renewable Energy Solutions	Others	Consolidated
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
1 July 2020 to 1 December 2020					
Total segment revenue	3,838	11,331	–	–	15,169
Inter-segment revenue	–	–	–	–	–
Revenue from external parties	3,838	11,331	–	–	15,169
Interest income	–	–	–	291	291
Miscellaneous income	119	351	–	2,031	2,501
Total other income	119	351	–	2,322	2,792
Total revenue and other income	3,957	11,682	–	2,322	17,961
Depreciation	(41)	(123)	–	–	(164)
Finance expense	–	–	–	(7)	(7)
Segment (loss)/profit	(622)	(1,836)	–	2,315	(143)
Unallocated expenses					–
Share of profit of associated company					–
Loss before taxation					(143)
Taxation					(34)
Loss for the interim period					(177)
Segment assets	2,482	12,259	–	30,747	45,488
Deferred income tax assets					–
Total assets					45,488
Expenditures for segment non-current assets					
- Additions to PPE	–	1	–	–	1
	–	1	–	–	1
Segment liabilities	596	2,883	–	–	3,479
Current income tax liabilities					1,453
Deferred income tax liabilities					87
Total liabilities					5,019

E. Notes to the Condensed Interim Consolidated Financial Statement (cont'd)

4. Segment information (cont'd)

4.1 Reportable segments (cont'd)

	Customised Solutions	Interactive Consumer Solutions	Renewable Energy Solutions	Others	Consolidated
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
1 January 2021 to 31 December 2021					
Total segment revenue	7,486	22,053	7,797	–	37,336
Inter-segment revenue	–	–	–	–	–
Revenue from external parties	7,486	22,053	7,797	–	37,336
Dividend income	–	–	–	50	50
Interest income	–	–	–	326	326
Miscellaneous income	33	97	34	775	939
Total other income	33	97	34	1,151	1,315
Total revenue and other income	7,519	22,150	7,831	1,151	38,651
Depreciation	(70)	(202)	(72)	–	(344)
Finance expense	–	–	–	(28)	(28)
Miscellaneous expense	(3)	(8)	(23)	(1,098)	(1,132)
Segment loss	(238)	(703)	(268)	25	(1,184)
Unallocated expenses					–
Share of profit of associated company					–
Loss before taxation					(1,184)
Taxation					–
Loss for the interim period					(1,184)
Segment assets	2,683	7,905	4,260	30,534	45,382
Deferred income tax assets					–
Total assets					45,382
Expenditures for segment non-current assets					
- Additions to PPE	9	26	9	–	44
	9	26	9	–	44
Segment liabilities	1,026	3,022	1,069	–	5,117
Current income tax liabilities					1,456
Deferred income tax liabilities					88
Total liabilities					6,661

E. Notes to the Condensed Interim Consolidated Financial Statement (cont'd)

4. Segment information (cont'd)

4.1 Reportable segments (cont'd)

	Customised Solutions	Interactive Consumer Solutions	Renewable Energy Solutions	Others	Consolidated
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
1 January 2020 to 31 December 2020					
Total segment revenue	4,339	21,027	–	–	25,366
Inter-segment revenue	–	–	–	–	–
Revenue from external parties	4,339	21,027	–	–	25,366
Interest income	–	–	–	683	683
Miscellaneous income	67	327	–	1,283	1,677
Total other income	67	327	–	1,966	2,360
Total revenue and other income	4,406	21,354	–	1,966	27,726
Depreciation	(54)	(263)	–	–	(317)
Finance expense	–	–	–	(13)	(13)
Miscellaneous expenses	–	–	–	–	–
Segment (loss)/profit	(554)	(2,686)	–	1,953	(1,287)
Unallocated expenses					–
Share of profit of associated company					–
Loss before taxation					(1,287)
Taxation					56
Loss for the interim period					(1,231)
Segment assets	2,482	12,259	–	30,747	45,488
Deferred income tax assets					–
Total assets					45,488
Expenditures for segment non-current assets					
- Additions to PPE	1	2	–	–	3
	1	2	–	–	3
Segment liabilities	596	2,883	–	–	3,479
Current income tax liabilities					1,453
Deferred income tax liabilities					87
Total liabilities					5,019

E. Notes to the Condensed Interim Consolidated Financial Statement (cont'd)

4. Segment information (cont'd)

4.2 Disaggregation of Revenue

The Group				
6 months ended 31 December 2021				
Customised Solutions	Interactive Consumer Solutions	Renewable Energy Solutions	Others	Consolidated
US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Types of goods or service:				
Sale of goods	2,996	8,728	4,959	16,683
Rendering of services	–	–	–	–
Rental income	–	–	–	–
Total revenue	2,996	8,728	4,959	16,683
Timing of revenue recognition:				
At a point in time	2,996	8,728	4,959	16,683
Overtime	–	–	–	–
Total revenue	2,996	8,728	4,959	16,683
Geographical Information:				
China/Hong Kong	2,316	6,385	–	8,701
Taiwan	–	1,174	–	1,174
Singapore	79	343	4,959	5,381
India	600	22	–	622
Malaysia	1	194	–	195
Indonesia	–	333	–	333
Thailand	–	253	–	253
Philippines	–	24	–	24
Others	–	–	–	–
Total revenue	2,996	8,728	4,959	16,683

The Group				
6 months ended 31 December 2020				
Customised Solutions	Interactive Consumer Solutions	Renewable Energy Solutions	Others	Consolidated
US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Types of goods or service:				
Sale of goods	3,838	11,331	–	15,169
Rendering of services	–	–	–	–
Rental income	–	–	–	–
Total revenue	3,838	11,331	–	15,169
Timing of revenue recognition:				
At a point in time	3,838	11,331	–	15,169
Overtime	–	–	–	–
Total revenue	3,838	11,331	–	15,169
Geographical Information:				
China/Hong Kong	3,290	7,749	–	11,039
Taiwan	–	2,636	–	2,636
Singapore	105	415	–	520
India	442	11	–	453
Malaysia	1	228	–	229
Indonesia	–	133	–	133
Thailand	–	103	–	103
Philippines	–	56	–	56
Others	–	–	–	–
Total revenue	3,838	11,331	–	15,169

E. Notes to the Condensed Interim Consolidated Financial Statement (cont'd)

4. Segment information (cont'd)

4.2. Disaggregation of Revenue (cont'd)

The Group				
12 months ended 31 December 2021				
Customised Solutions	Interactive Consumer Solutions	Renewable Energy Solutions	Others	Consolidated
US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Types of goods or service:				
Sale of goods	7,486	22,053	7,797	37,336
Rendering of services	–	–	–	–
Rental income	–	–	–	–
Total revenue	7,486	22,053	7,797	37,336
Timing of revenue recognition:				
At a point in time	7,486	22,053	7,797	37,336
Overtime	–	–	–	–
Total revenue	7,486	22,053	7,797	37,336
Geographical Information:				
China/Hong Kong	6,361	15,685	–	22,046
Taiwan	–	4,202	–	4,202
Singapore	142	542	7,797	8,481
India	980	37	–	1,017
Malaysia	3	513	–	516
Indonesia	–	490	–	490
Thailand	–	548	–	548
Philippines	–	35	–	35
Others	–	1	–	1
Total revenue	7,486	22,053	7,797	37,336

The Group				
12 months ended 31 December 2020				
Customised Solutions	Interactive Consumer Solutions	Renewable Energy Solutions	Others	Consolidated
US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Types of goods or service:				
Sale of goods	4,339	21,027	–	25,366
Rendering of services	–	–	–	–
Rental income	–	–	–	–
Total revenue	4,339	21,027	–	25,366
Timing of revenue recognition:				
At a point in time	4,339	21,027	–	25,366
Overtime	–	–	–	–
Total revenue	4,339	21,027	–	25,366
Geographical Information:				
China/Hong Kong	3,359	13,885	–	17,244
Taiwan	–	4,960	–	4,960
Singapore	221	762	–	983
India	753	102	–	855
Malaysia	5	519	–	524
Indonesia	–	366	–	366
Thailand	–	243	–	243
Philippines	–	109	–	109
Others	1	81	–	82
Total revenue	4,339	21,027	–	25,366

E. Notes to the Condensed Interim Consolidated Financial Statement (cont'd)

4. Segment information (cont'd)

4.2. Disaggregation of Revenue (cont'd)

A breakdown of sales.

		The Group		
		US\$'000		%
		Financial Year Ending 31 December 2021	Financial Year Ending 31 December 2020	Increase/ (Decrease)
(a)	Sales reported for first half year	20,653	10,197	102.5
(b)	Operating profit/(loss) after tax before deducting non-controlling interests reported for first half year	525	(1,054)	N.M.
(c)	Sales reported for second half year	16,683	15,169	10.0
(d)	Operating profit/(loss) after tax before deducting non-controlling interests reported for second half year	(1,709)	(177)	865.5

N.M. – not meaningful

5. Financial assets and financial liabilities

Set out below is an overview of the financial assets held by the Group as at 31 December 2021 and 31 December 2020:

	The Group		The Company	
	31 Dec 2021 US\$'000	31 Dec 2020 US\$'000	31 Dec 2021 US\$'000	31 Dec 2020 US\$'000
<u>Financial Assets</u>				
Financial assets at fair value through other comprehensive income (FVOCI)	553	6,487	553	6,487
Financial assets at fair value through profit and loss account (FVTPL)	29,981	24,260	29,981	24,260
Cash and bank balances and trade and other receivables (amortised cost)	10,506	11,257	73	1,355
Total Financial Assets	41,040	42,004	30,607	32,102
<u>Financial Liabilities</u>				
Trade and other payables and borrowings (amortised cost)	5,023	2,321	3,602	2,250
Total Financial Liabilities	5,023	2,321	3,602	2,250

E. Notes to the Condensed Interim Consolidated Financial Statement (cont'd)

6. Profit before taxation

6.1 Significant Items

	6 months ended 31 December			12 months ended 31 December		
	2021 US\$'000	2020 US\$'000	Increase/ (Decrease) %	2021 US\$'000	2020 US\$'000	Increase/ (Decrease) %
Income						
Interest income from:						
– Short-term deposits	–	–	–	–	58	(100.0)
– Quoted investments	91	291	(68.7)	261	625	(58.2)
– Loan receivables	44	–	N.M.	62	–	N.M.
Dividend income from quoted investment	30	–	N.M.	50	–	N.M.
Reversal of provisions	955	150	533.3	955	150	533.3
Expenses						
Depreciation of property, plant and equipment	(108)	(87)	24.1	(194)	(156)	24.4
Depreciation of right-of-use assets	(76)	(77)	(1.3)	(150)	(161)	(6.8)
Amortisation of intangible assets	(34)	(139)	(75.5)	(58)	(160)	(63.8)
Write-off of intangible assets (Allowance)/reversal for stock obsolescence (net)	(219)	(337)	(35.0)	(219)	(312)	(29.8)
Allowance for diminution in value of inventory (net)	(72)	1,501	N.M.	177	1,219	(85.5)
(Allowance)/writeback for doubtful debts (net)	(41)	(11)	272.7	(30)	(11)	N.M.
(Loss)/gain on disposal of quoted investments (net)	–	23	(100.0)	(50)	74	(32.4)
(Loss)/gain on fair value changes of financial assets designated as FVTPL (net)	(43)	82	N.M.	775	82	845.1
Net foreign exchange (loss)/gain (net)	(1,080)	1,948	N.M.	(1,097)	1,201	N.M.
Interest expense	(88)	135	N.M.	(34)	43	N.M.
	(20)	(7)	185.7	(28)	(13)	115.4

PS: N.M. – Not Meaningful

6.2 Related party transactions

There are no material related party transactions apart from those disclosed elsewhere in the financial statements.

7. Taxation

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	6 months ended 31 December		12 months ended 31 December	
	2021 US\$'000	2020 US\$'000	2021 US\$'000	2020 US\$'000
Current income tax expense	–	(34)	–	57
Deferred income tax expense relating to origination and reversal of temporary differences	–	–	–	(1)
Total	–	(34)	–	56

E. Notes to the Condensed Interim Consolidated Financial Statement (cont'd)

8. Dividends

	The Group	
	2021 US\$'000	2020 US\$'000
Ordinary dividends paid:		
Final exempt 2021 dividends	–	–
Interim exempt 2021 dividends	–	–
	–	–
Dividend per share (net of tax)	–	–

9. Net Asset Value

	Group		Company	
	31 Dec 2021	31 Dec 2020	31 Dec 2021	31 Dec 2020
Number of ordinary shares (in '000)	313,092	316,002	313,092	316,002
(Amount in USD cents)				
Net asset value per ordinary share based on issued share capital at the end of the period	12.07	12.52	9.60	9.97

Net asset value represents total assets less total liabilities and non-controlling interests.

10. Financial assets at fair value through other comprehensive income

Financial assets at fair value through other comprehensive income comprise the following:

	The Group	
	31 Dec 2021 US\$'000	31 Dec 2020 US\$'000
Quoted Debt Investment	–	6,012
Unquoted Equity Investment	553	475
Total	553	6,487

In FY2021, the Group disposed the 2 quoted debt investments which had a fair value of approximately US\$6.01 million at the date of disposal, with cumulative gain on disposal of US\$356,000 reclassified from fair value reserve to retained profits. No investment was disposed in FY2020.

10.1 Fair value measurement

The Group classifies financial assets and liabilities measured at fair value using a fair value hierarchy which reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (**Level 1**);
- Inputs other than quoted prices included within Level 1 which are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (**Level 2**); and
- Inputs for the assets or liability which are not based on observable market data (unobservable inputs) (**Level 3**).

E. Notes to the Condensed Interim Consolidated Financial Statement (cont'd)

10.1 Fair value measurement (cont'd)

The following table presented the assets and liabilities measured at fair value:

	Level 1 US\$'000	Level 2 US\$'000	Level 3 US\$'000	Total US\$'000
Group – 31 December 2021				
Financial assets				
FVTPL Investments (Quoted Investments)	20,764	7,495	-	28,259
FVTPL Investments (Unquoted Investments)	-	-	1,722	1,722
FVOCI Investments (Unquoted Investments)	-	-	553	553
Total Financial assets	20,764	7,495	2,275	30,534
Financial liabilities				
Short-term bank loan	-	-	-	-
Total Financial liabilities	-	-	-	-
Group – 31 December 2020				
Financial assets				
FVTPL Investments (Quoted Investments)	21,364	1,259	-	22,623
FVTPL Investments (Unquoted Investments)	-	-	1,637	1,637
FVOCI Investments (Quoted Investments)	6,012	-	-	6,012
FVOCI Investments (Unquoted Investments)	-	-	475	475
Total Financial assets	27,376	1,259	2,112	30,747
Financial liabilities				
	-	-	-	-

11 Intangible assets

	The Group			
	Patents US\$'000	Trademarks US\$'000	Development Costs US\$'000	Total US\$'000
As at 30 June 2021				
Cost	3,691	415	5,841	9,947
Accumulated amortisation, impairment and written off	(3,641)	(410)	(5,644)	(9,695)
Net book value	50	5	197	252
Six (6) months ended 31 December 2021				
Opening net book amount	50	5	197	252
Additions	1	-	-	1
Written off	(39)	(5)	(175)	(219)
Amortisation charge	(12)	-	(22)	(34)
Closing net book value	-	-	-	-
As at 31 December 2021				
Cost	3,692	415	5,841	9,948
Accumulated amortisation, impairment and written off	(3,692)	(415)	(5,841)	(9,948)
Net book value	-	-	-	-

E. Notes to the Condensed Interim Consolidated Financial Statement (cont'd)

11. Intangible assets (cont'd)

The Group				
	Patents US\$'000	Trademarks US\$'000	Development Costs US\$'000	Total US\$'000
As at 31 December 2020				
Cost	3,689	415	5,822	9,926
Accumulated amortisation, impairment and written off	(3,632)	(410)	(5,629)	(9,671)
Net book value	57	5	193	255
Twelve (12) months ended 31 December 2021				
Opening net book amount	57	5	193	255
Additions	3	–	19	22
Written off	(39)	(5)	(175)	(219)
Amortisation charge	(21)	–	(37)	(58)
Closing net book value	–	–	–	–
As at 31 December 2021				
Cost	3,692	415	5,841	9,948
Accumulated amortisation, impairment and written off	(3,692)	(415)	(5,841)	(9,948)
Net book value	–	–	–	–

The Company			
	Patents US\$'000	Trademarks US\$'000	Total US\$'000
As at 30 June 2021			
Cost	3,145	358	3,503
Accumulated amortisation, impairment and written off	(3,102)	(353)	(3,455)
Net book value	43	5	48
Six (6) months ended 31 December 2021			
Opening net book amount	43	5	48
Additions	1	–	1
Written off	(32)	(5)	(37)
Amortisation charge	(12)	–	(12)
Closing net book value	–	–	–
As at 31 December 2021			
Cost	3,146	358	3,504
Accumulated amortisation, impairment and written off	(3,146)	(358)	(3,504)
Net book value	–	–	–

The Company			
	Patents US\$'000	Trademarks US\$'000	Total US\$'000
As at 31 December 2020			
Cost	3,145	358	3,503
Accumulated amortisation, impairment and written off	(3,094)	(353)	(3,447)
Net book value	51	5	56
Twelve (12) months ended 31 December 2021			
Opening net book amount	51	5	56
Additions	1	–	1
Written off	(32)	(5)	(37)
Amortisation	(20)	–	(20)
Closing net book value	–	–	–
As at 31 December 2021			
Cost	3,146	358	3,504
Accumulated amortisation, impairment and written off	(3,146)	(358)	(3,504)
Net book value	–	–	–

E. Notes to the Condensed Interim Consolidated Financial Statement (cont'd)

11. Intangible assets (cont'd)

11.1 Goodwill impairment

Not applicable

11.2 Patents and Trademarks

Patents and trademarks (e.g. "TREK", "Flucard" and "ThumbDrive") relate to costs of registering the invention and trademark, which are internal developments. During FY2021, the Group wrote off patents and trademarks costs of US\$44,000 (FY2020: US\$22,000).

11.3 Development costs

During FY2021, the Group wrote off development costs of US\$175,000 (FY2020: US\$290,000).

12. Property, plant and equipment

In FY2021, the Group acquired assets amounting to US\$44,000 (FY2020: US\$3,000). There was no asset disposed off in FY2021 (FY2020: Nil).

13. Investment properties

Not applicable.

13.1 Valuation

Not applicable

14. Borrowings

	The Group and the Company	
	31 Dec 2021 US\$'000	31 Dec 2020 US\$'000
Amount repayable within one (1) year or on demand		
- Secured	-	-
- Unsecured	-	-
Total	-	-
Amount repayable after one (1) year		
- Secured	-	-
- Unsecured	-	-
Total	-	-

The credit facilities of the Group are secured over certain financial assets of the Group.

15. Share capital

	The Group and the Company			
	31 Dec 2021		31 Dec 2020	
	No. of shares	Amount US\$	No. of shares	Amount US\$
Ordinary shares issued and fully paid				
Balance as at interim period	324,116,925	37,828,941	324,116,925	37,828,941
Issue of ordinary shares by virtual of exercise of share options	-	-	-	-
End of financial period	324,116,925	37,828,941	324,116,925	37,828,941

The Company holds 11,025,000 treasury shares as at 31 December 2021 (31 December 2020: 8,114,700 treasury shares).

The Company's subsidiaries do not hold any shares in the Company as at 31 December 2021 and 31 December 2020.

E. Notes to the Condensed Interim Consolidated Financial Statement (cont'd)

16. Acquisition of subsidiary

Not applicable

17. Subsequent events

There are no known subsequent events which have led to adjustments to this set of interim financial statements.

OTHER INFORMATION

1. Review

The condensed consolidated statement of financial position of Trek 2000 International Ltd and its subsidiaries as at 31 December 2021 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the second half and full year period ended 31 December 2021, and explanatory notes and other information sections have not been audited or reviewed.

2. If the figures have been audited or reviewed, please provide a statement on whether there are any qualifications, disclaimer of opinion, adverse opinion or emphasis of matter (including material uncertainties on going concern)

Not applicable.

3. Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There were no changes in the issued and paid-up capital of the Company, since the previous period reported on.

During FY2021, no share options were granted under the Trek 2000 International Share Options Scheme 2011.

The outstanding share options under Trek 2000 International Share Options Scheme is as follows:

	Full Yearr Ended	
	FY2021	FY2020
Unexercised share options	<u>No. of share options</u>	<u>No. of share options</u>
Balance as at 1 January	3,700,000	3,790,000
Share options lapsed during the period	(500,000)	(90,000)
Balance as at 31 December	<u>3,200,000</u>	<u>3,700,000</u>

4. To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

As at 31 December 2021, the share capital of the Company (excluding treasury shares) is as follows:

Ordinary shares issued and fully paid	<u>No. of shares</u>	<u>US\$</u>
Balance as at 1 January 2021	316,002,225	37,096,718
Movement in ordinary shares during the period	(2,910,300)	(263,564)
Balance as at 31 December 2021	<u>313,091,925</u>	<u>36,833,154</u>

OTHER INFORMATION (CONT'D)

5. A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

During the period under review, 2,910,300 shares (FY2020: 3,451,200 shares) were acquired by the Company pursuant to the Share Purchase Mandate to be held as "Treasury Shares"

	Group		Company	
	No. of shares	US\$	No. of shares	US\$
Balance as at 1 January 2021	8,114,700	732,223	8,114,700	732,223
Purchase of shares held as Treasury Shares	2,910,300	263,564	2,910,300	263,564
Balance as at 31 December 2021	11,025,000	995,787	11,025,000	995,787

	Group		Company	
	No. of shares	US\$	No. of shares	US\$
Balance as at 1 January 2020	4,663,500	506,550	4,663,500	506,550
Purchase of shares held as Treasury Shares	3,451,200	225,673	3,451,200	225,673
Balance as at 31 December 2020	8,114,700	732,223	8,114,700	732,223

6. Loss per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

THE GROUP	6 months ended 31 December		12 months ended 31 December	
	2021	2020	2021	2020
Loss net of tax attributable to ordinary equity holders of the Company used in computation of basic loss per share (US\$'000)	(1,712)	(183)	(1,209)	(1,268)
Weighted average number of ordinary shares for basic loss per share computation (in '000)	313,885	321,340	313,885	319,122
Weighted average number of ordinary shares for diluted loss per share computation (in '000)	313,885	321,340	313,885	319,122
(Amount in USD cents)				
Loss per ordinary share for the period after deducting any provision for preference dividends:				
(i) Basic loss per share (in cents)	(0.55)	(0.06)	(0.38)	(0.40)
(ii) Diluted loss per share (in cents)	(0.55)	(0.06)	(0.38)	(0.40)

Note:

Basic earnings/(loss) per share amounts are calculated by dividing profit/(loss) for the period that is attributable to the owners of the Company by the weighted average number of ordinary shares outstanding during the financial period.

Diluted earnings/(loss) per share amounts are calculated by dividing profit/(loss) for the period that is attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

OTHER INFORMATION (CONT'D)

7. Review of performance of the Group

For the full year ended 31 December 2021 ("FY2021"), the Group reported a 47.2% year-on-year ("yoy") increase in revenue to US\$37.3 million. Gross profit increased by 804.5% yoy to US\$2.8 million, while gross profit margin increased from 1.2% to 7.5%. The Group reported a net loss after tax of US\$1.2 million in FY2021 (FY2020: loss of US\$1.2 million).

The Group's performance is attributable to the following factors:

Revenue

Revenue increased by 47.2% yoy to US\$37.3 million in FY2021 (FY2020: US\$25.4 million). The Group's ICS division continued to be a key revenue generator, accounting for 59.1% of the overall revenue in FY2021.

Profitability

Gross profit margin increased from 1.2% in FY2020 to 7.5% in FY2021, and this was mainly attributed to higher profit margin achieved from our ICS and RE business segments.

Other Items of Income

- Interest income decreased by 52.3% yoy in FY2021 mainly due to the decrease in fixed deposit balance as fixed deposit fund were used to invest in quoted investments in FY2021.
- Other income decreased from US\$1.7 million in FY2020 to US\$989,000 in FY2021 mainly due to loss from fair value of quoted investments (US\$1.1 million) taken to other expenses.

Expenses

The Group's total expenses amounted to US\$5.3 million in FY2021 (FY2020: US\$4.0 million) representing an increase of 33.8% yoy. The factors contributing to the changes were as follow:

- Research and development ("R&D") expenses reported an increase of 14.6% yoy to US\$1.5 million in FY2021 (FY2020: US\$1.3 million). The increase was mainly due to the higher staff expenses incurred in R&D projects in FY2021.
- Marketing and distribution expenses decreased by 1.5% yoy to US\$1.6 million in FY2021 (FY2020: US\$1.6 million). The decrease was mainly due to lower salary expenses incurred in FY2021.
- General administrative expenses increased by 2.6% yoy to US\$1.1 million in FY2021 (FY2020: US\$1.1 million) mainly due to higher professional fees incurred in FY2021.
- Finance expenses increased from US\$13,000 in FY2020 to US\$28,000 in FY2021 due to interest expense incurred on bank loan in FY2021.
- Other expenses were US\$1.1 million (FY2020: nil) and this comprised of loss on fair value of financial assets (US\$1.1 million) and foreign exchange loss of US\$34,000 incurred in FY2021.

Net profit after tax attributable to owners of the Company

The Group reported a net loss attributable to owners of the Company of US\$1.2 million in FY2021 (FY2020: net loss of US\$1.3 million).

Other Financial Highlights

- **Property, plant and equipment** – The decrease in the Group's property, plant and equipment was mainly due to the depreciation of US\$194,000 incurred in FY2021. This was partly offset by purchases of fixed assets amounting to US\$44,000 during the year.
- **Right-of-use assets** – The increase in right-of-use assets in FY2021 was mainly due to the additional right-of-use assets recognized during the year. In FY2021, additional right-of-use assets recognized was US\$286,000, and this was partially offset by depreciation amounting to US\$150,000 and disposal of assets amounting to US\$87,000.
- **Intangible assets** – The decrease in Intangible assets in FY2021 was mainly due to the write-off of trademarks, patents and development costs (US\$219,000), and amortisation expenses (US\$58,000). During the year, development costs capitalized was US\$19,000 and this was written off during the period. The Group continues to invest in research and development on the latest technology in the market.

OTHER INFORMATION (CONT'D)

7. Review of performance of the Group (cont'd)

Other Financial Highlights (cont'd)

- **Quoted investments** – The Group's investment in quoted investments in non-current asset was fully disposed in FY2021 (FY2020: US\$6.0 million). This was due to the re-balancing of investments from bonds to quoted equity and funds in FY2021. The investment re-balancing resulted in the increase of quoted investments held for trading in current assets in FY2021. Total quoted investments held for trading in current assets on 31 December 2021 was US\$28.3 million, an increase of US\$5.7 million from 31 December 2020 (US\$22.6 million).
- **Unquoted investments** – The Group investment in unquoted investments in FY2021 amounted to US\$1.8 million in non-current assets (FY2020: US\$1.5 million) and US\$511,000 in current assets (FY2020: US\$662,000). The increase in non-current assets was due to the increase in valuation of the investments in FY2021. The investment of US\$511,000 in current assets was for an unquoted fund that was held for trading and there was a decrease in valuation amount of US\$151,000 for this unquoted fund in current assets in FY2021.
- **Loan receivable** – The Group rendered a loan of US\$ 1.5 million to an investee company for a project in FY2021. The loan was for a period of 2 years with an interest rate of 6% p.a. The loan was fully secured by a corporate guarantee from the holding company of the borrower.
- **Inventories** – The Group's inventories amounted to US\$1.3 million as at 31 December 2021, a decrease of US\$190,000 from US\$1.5 million in 31 December 2020. Inventory turnover days in FY2021 were 16 days (FY2020: 27 days).
- **Trade and other receivables** – The Group's trade and other receivables amounted to US\$4.2 million as at 31 December 2021 as compared to US\$3.4 million as at 31 December 2020. The increase was due to the increase in credit sales for new projects & customers. Trade receivable turnover days were 27 days in FY2021 (FY2020: 21 days).
- **Trade payables and accruals** – The Group's trade payables increased from US\$986,000 as at 31 December 2020 to US\$3.2 million as at 31 December 2021. This increase was mainly due to the higher credit purchases in December 2021. Trade payable turnover days were 26 days in FY2021 (FY2020: 18 days).

Cashflow

The Group's cash and cash equivalent as at 31 December 2021 amounted to US\$6.4 million as compared to US\$7.9 million as at 31 December 2020, a decrease of US\$1.5 million. The decrease in the cash position in FY2021 was mainly due to cash outflow from loan given to an investee company (US\$1.5 million), net investments in quoted investments (US\$356,000) and purchase of Company's treasury shares under share buyback mandate (US\$264,000). This cash outflow was partly offset by cash inflow from operating activities of US\$487,000.

The cash inflow from operating activities of US\$487,000 in FY2021 arose mainly from the surplus movements of working capital during the period amounting to US\$2 million. This was partly offset by cash outflows from operations of US\$1.5 million and interest expenses of US\$14,000.

8. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not Applicable.

9. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months

The COVID-19 pandemic situation continues to disrupt the global business economy. With safe management measures adopted globally, the global business continues to be adversely affected by the pandemic. As such, we do not expect the business environment to improve and foresee the global supply chain in the semiconductor industry continues to be disrupted by these measures.

The Group foresees the industry to remain challenging in the next 12 months. During this period, the Group will be selective in exercising priority on projects and exercise prudence in our financial management.

To stay relevant and sustainable in this dynamic market, the Group continues to invest in R&D and focus on Renewable Energy.

OTHER INFORMATION (CONT'D)

10. Dividend Information

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? No

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial period? No

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

11. If no dividend has been declared/(recommended), a statement to that effect.

The Company will not be declaring dividend as the Company continues to invest in research and development on the latest technology in the market.

12. Interested person transactions

The Company does not have any general mandate from shareholders pursuant to Rule 920.

13. In the case of an announcement of interim financial statement (quarterly or half-yearly), the issuer's directors must confirm that, to the best of their knowledge, nothing has come to the attention of the board of directors which may render the interim financial results to be false or misleading, in any material aspect. Please confirm that such a statement has been made.

Not Applicable.

14. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7 under Rule 720(1)).

The Company has received undertakings from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

OTHER INFORMATION (CONT'D)

- 15 Disclosure of person occupying a managerial position in the issues of any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

There is no person occupying managerial position in the Company or its principal subsidiaries that are related to any director or chief executive officer or substantial shareholder of the Company except for the following:

Name	Age	Family relationship with any director/or CEO and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Tan Henry @ Henn Tan	66	Father of Mr Tan Joon Yong Wayne	Majority Shareholders and Consultant of the Company Duties: - To provide advisory services to the Company	Nil
Tan Boon Tat	64	Uncle of Mr Tan Joon Yong Wayne and brother of Mr Tan Henry @ Henn Tan	Director of Trek Technology (Singapore) Pte Ltd (wholly-owned subsidiary of the Company) and Store Manager of the Company, since 31 October 1995. Duties : - To oversee the proper distribution of inventory for the Company and its subsidiaries ("the Group"); and - To ensure that goods and materials are delivered to the Group's customers in a timely and proper manner.	Nil
Tan Boon Siong	59	Uncle of Mr Tan Joon Yong Wayne and brother of Mr Tan Henry @ Henn Tan	Sales Manager in the company, since 10 April 2013. Duties: - To manage the sales and marketing in retail outlet in Singapore.	Nil
Tan Boon Liew	57	Uncle of Mr Tan Joon Yong Wayne and brother of Mr Tan Henry @ Henn Tan	Assistant Manager in the Company, since 15 July 1997. Duties: - To manage and oversee the despatch of goods to the Group's customers.	Nil

* Tan Joon Yong Wayne is the Group President and Executive Director of Trek 2000 International Ltd.

CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

On behalf of the Board of Directors of the Company, we, the undersigned hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the second half and full year period ended 31 December 2021 to be false and misleading in any material aspect.

On behalf of the Directors

Signed

TAN JOON YONG WAYNE
 Deputy Chairman and Executive Director

25 February 2022