



TREK 2000 INTERNATIONAL LTD
(Registration Number 199905744N)

RESPONSE TO NEWS REPORT OF 15 AUGUST 2022 IN THE BUSINESS TIMES AND STRAITS TIMES

We refer to the media reports on the legal charges brought on the ex. CEO and ex. Chairman Emeritus of the Company, Mr Henn Tan.

The Board would like to reassure shareholders on the following points:

- The legal action is against Mr Henn Tan in his personal capacity and not against the Company or its subsidiaries. The Company or its subsidiaries are not involved in the investigations by the authority.
- There is no financial impact to Trek 2000 from these charges.
 - All adjustments relating to the forensic report have been made to the Company's financial reports prior to 2016.
 - The financial position of the Company continues to be healthy.
- Our audited financial statements have been unqualified and unmodified since 2019.

The Company was not aware of any financial misappropriation from the charges. For avoidance of doubt, the adjustments to prior periods' financial reports, as mentioned above, only affected the prior periods' Statement of Profit or Loss and Statement of Financial Position, and no adjustment was made by the then auditors to the prior periods' cash and cash equivalent balances.

Since the matter came to light in 2016, the Board has taken decisive steps to identify the lapses in internal controls and governance systems. After thorough reviews by independent CPA firms were concluded up to 2019, the Board of Directors and the Company's new executives worked diligently to implement all the recommendations made and strengthen the internal control and governance systems of the Company.

By December 2019, the Company have fully implemented all the governance and internal control measures listed out by the independent CPA firms. This included meeting the governance and internal control requirements of the Notice of Compliance issued by Singapore Exchange Trading Limited (SGX-ST) in 2018.

A new management team, which has been in place since early 2018 is currently running the business. The former management staff who have been charged, as detailed in the earlier media reports, are no longer involved in the day-to-day operations of the Company.

The new management team, helmed by Mr Wayne Tan, has worked diligently to ensure continuity to business operations. They have been working closely with the



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Company's customers and have launched several innovative products over the past years. They have also made progress in new industries like the Renewable Energy space.

With the measures taken above, we trust that this brought to close the issues from the past forensic report surrounding the Company. We hope that Trek 2000 and its shareholders can look ahead to new beginnings and continue to provide their support to the management.

We trust this letter provides our shareholders more clarity and assurances on the above matter.

BY ORDER OF THE BOARD

Khor Peng Soon
Non-Executive Chairman

23 August 2022