

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

	Note	Group					
		6 months ended		Change + / (-)	12 months ended		Change + / (-)
		31 Dec 23	31 Dec 22		31 Dec 23	31 Dec 22	
		S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue		33,501	31,279	7.1	71,810	61,745	16.3
Cost of sales		(24,291)	(23,218)	4.6	(52,500)	(44,532)	17.9
<b>Gross profit</b>		<b>9,210</b>	<b>8,061</b>	<b>14.3</b>	<b>19,310</b>	<b>17,213</b>	<b>12.2</b>
Other income	6	444	441	0.7	910	828	9.9
Expenses:-	6						
- Distribution and marketing		(3,641)	(4,109)	(11.4)	(7,372)	(8,338)	(11.6)
- Administrative		(4,326)	(3,835)	12.8	(6,848)	(6,162)	11.1
- Net finance income		310	27	1,048.1	382	5	7,540.0
- Others		(502)	(318)	57.9	(815)	(745)	9.4
		(8,159)	(8,235)	(0.9)	(14,653)	(15,240)	(3.9)
<b>Profit before income tax</b>	6	<b>1,495</b>	<b>267</b>	<b>459.9</b>	<b>5,567</b>	<b>2,801</b>	<b>98.8</b>
Income tax expense	7	(561)	(99)	466.7	(1,397)	(824)	69.5
<b>Profit for the financial period representing profit attributable to owners of the Company</b>		<b>934</b>	<b>168</b>	<b>456.0</b>	<b>4,170</b>	<b>1,977</b>	<b>110.9</b>
<b>Profit for the financial period/year</b>		<b>934</b>	<b>168</b>		<b>4,170</b>	<b>1,977</b>	
<b>Other comprehensive income</b>							
<b>Items that will not be reclassified to profit or loss:</b>							
Re-measurements of defined pension plans, net of tax		-	-		(441)	358	
<b>Items that are or may be reclassified subsequent to profit or loss:</b>							
Exchange difference on translation of foreign operations net of tax		(328)	(1,497)		1,080	(2,157)	
<b>Other comprehensive income for the financial period, net of tax</b>		<b>(328)</b>	<b>(1,497)</b>		<b>639</b>	<b>(1,799)</b>	
<b>Total comprehensive income for the financial period, representing total comprehensive income attributable to owners of the Company</b>		<b>606</b>	<b>(1,329)</b>		<b>4,809</b>	<b>178</b>	
<b>Profit attributable to:-</b>							
Owners of the Company		934	168		4,170	1,977	
<b>Total comprehensive income attributable to: Owners of the Company</b>		<b>606</b>	<b>(1,329)</b>		<b>4,809</b>	<b>178</b>	
<b>Earnings per share for profit for the period/year attributable to period/year:</b>							
Basic (SGD in cent)		2.63	0.48		11.76	5.58	
Diluted (SGD in cent)		2.63	0.48		11.76	5.58	

**B. Condensed Interim Statements of Financial Position**

		Group 31 Dec 2023	Group 31 Dec 2022	Company 31 Dec 2023	Company 31 Dec 2022
	Note	S\$'000	S\$'000	S\$'000	S\$'000
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and cash equivalents		17,938	13,312	3,094	2,950
Trade and other receivables		16,550	15,660	9,842	7,720
Prepayments		656	431	4	12
Inventories		25,227	26,285	-	-
<b>Total current assets</b>		<b>60,371</b>	<b>55,688</b>	<b>12,940</b>	<b>10,682</b>
<b>Non-current assets</b>					
Subsidiaries		-	-	19,137	19,137
Property, plant and equipment	9	5,478	4,712	385	53
Intangible assets		31	43	10	6
Retirement benefits assets		328	-	-	-
<b>Total non-current assets</b>		<b>5,837</b>	<b>4,755</b>	<b>19,532</b>	<b>19,196</b>
<b>Total assets</b>		<b>66,208</b>	<b>60,443</b>	<b>32,472</b>	<b>29,878</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Trade and other payables		18,306	17,765	487	351
Income tax payables		944	865	3	-
Provision for warranty		-	10	-	-
Lease liabilities		632	568	76	52
<b>Total current liabilities</b>		<b>19,882</b>	<b>19,208</b>	<b>566</b>	<b>403</b>
<b>Non-current liabilities</b>					
Deferred tax liabilities		99	-	-	-
Retirement benefits obligations		-	5	-	-
Lease liabilities		3,211	2,314	309	-
<b>Total non-current liabilities</b>		<b>3,310</b>	<b>2,319</b>	<b>309</b>	<b>-</b>
<b>Total liabilities</b>		<b>23,192</b>	<b>21,527</b>	<b>875</b>	<b>403</b>
<b>NET ASSETS</b>		<b>43,016</b>	<b>38,916</b>	<b>31,597</b>	<b>29,475</b>
<b>EQUITY</b>					
<b>Capital and reserves attributable to Company's equity holders</b>					
Share capital	10	149,642	149,642	149,642	149,642
Other reserves		15,649	14,569	18,650	18,650
Accumulated losses		(122,275)	(125,295)	(136,695)	(138,817)
<b>Total equity</b>		<b>43,016</b>	<b>38,916</b>	<b>31,597</b>	<b>29,475</b>

C. Condensed Interim Statements of Changes in Equity

<b><u>The Group</u></b>	Share	Capital	Foreign	Accumulated	<b>Total</b>
	<b>Capital</b>	<b>Reserve</b>	Currency	<b>losses</b>	
	<b>S\$'000</b>	<b>S\$'000</b>	<b>Reserve</b>	<b>S\$'000</b>	<b>S\$'000</b>
<b>Balance at 1 January 2023</b>	149,642	18,650	(4,081)	(125,295)	38,916
Profit for the financial year	-	-	-	4,170	4,170
Dividend paid	-	-	-	(709)	(709)
<b>Other comprehensive income</b>					
Retirement benefits plan remeasurement	-	-	-	(441)	(441)
Exchange differences on translation of foreign operations	-	-	1,080	-	1,080
<b>Balance at 31 December 2023</b>	<b>149,642</b>	<b>18,650</b>	<b>(3,001)</b>	<b>(122,275)</b>	<b>43,016</b>
<b>Balance at 1 January 2022</b>	149,642	18,650	(1,924)	(126,921)	39,447
Profit for the financial year	-	-	-	1,977	1,977
Dividend paid	-	-	-	(709)	(709)
<b>Other comprehensive income</b>					
Retirement benefits plan remeasurement	-	-	-	358	358
Exchange differences on translation of foreign operations	-	-	(2,157)	-	(2,157)
<b>Balance at 31 December 2022</b>	<b>149,642</b>	<b>18,650</b>	<b>(4,081)</b>	<b>(125,295)</b>	<b>38,916</b>

<b><u>The Company</u></b>	Share	Capital	Accumulated	<b>Total</b>
	<b>Capital</b>	<b>Reserve</b>	<b>losses</b>	
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
<b>Balance at 1 January 2023</b>	149,642	18,650	(138,817)	29,475
Total comprehensive income for the financial year	-	-	2,831	2,831
Dividend paid	-	-	(709)	(709)
<b>Balance at 31 December 2023</b>	<b>149,642</b>	<b>18,650</b>	<b>(136,695)</b>	<b>31,597</b>
<b>Balance at 1 January 2022</b>	149,642	18,650	(140,591)	27,701
Total comprehensive income for the financial year	-	-	2,483	2,483
Dividend paid	-	-	(709)	(709)
<b>Balance at 31 December 2022</b>	<b>149,642</b>	<b>18,650</b>	<b>(138,817)</b>	<b>29,475</b>

**D. Condensed Interim Consolidated Statement of Cash Flows**

	<b>The Group</b>	
	<b>12 months ended 31 Dec 23 S\$'000</b>	12 months ended 31-Dec-22 S\$'000
<b>Cash flows from operating activities</b>		
Profit for the financial year	4,170	1,977
Adjustments for:		
Income tax expense	1,397	824
Depreciation and amortisation	1,062	951
Retirement benefit plan expense	194	306
Interest expenses	101	68
Interest income	(483)	(74)
Impairment of provisional goodwill	-	227
Impairment on inventories	933	473
Inventories written off	98	73
Reversal of impairment on third party trade receivables	(244)	(144)
Impairment on trade receivables	50	-
Gain on disposal of property, plant and equipment	-	(7)
Net foreign exchange loss	1,494	700
Operating profit before working capital changes	<u>8,772</u>	<u>5,374</u>
Changes in operating assets and liabilities		
Inventories	545	(10,312)
Trade and other receivables	(2,256)	(4,249)
Prepayments	(213)	(95)
Trade and other payables	1,127	4,021
Provision for warranty	(64)	(53)
Retirement benefit contribution paid	(528)	(221)
Proceeds from finance lease receivables	-	116
Interest income as lessor of finance leases	-	4
Cash generated from operations	<u>7,383</u>	<u>(5,415)</u>
Income tax paid	(1,234)	(855)
<b>Net cash generated from/(used in) operating activities</b>	<u><b>6,149</b></u>	<u><b>(6,270)</b></u>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(146)	(292)
Acquisition of intangible assets	(12)	(53)
Acquisition of business	-	(1,013)
Proceed on disposal of property, plant and equipment	-	8
Interest received	483	70
<b>Net cash generated from/(used in) investing activities</b>	<u><b>325</b></u>	<u><b>(1,280)</b></u>
<b>Cash flows from financing activities</b>		
Repayment of obligations under leases	(781)	(831)
Dividends paid	(709)	(709)
Interest paid	(101)	(68)
<b>Net cash used in financing activities</b>	<u><b>(1,591)</b></u>	<u><b>(1,608)</b></u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>4,883</b>	<b>(9,158)</b>
<b>Beginning of financial year</b>	<b>13,312</b>	<b>21,233</b>
Effects of exchange rate changes on cash and cash equivalents	(257)	1,237
<b>End of financial year</b>	<u><b>17,938</b></u>	<u><b>13,312</b></u>

## **E. Notes to the Condensed Interim Consolidated Financial Statements**

### **1. Corporate information**

Brook Crompton Holdings Ltd ("the Company") is incorporated and domiciled in Singapore and whose shares are publicly traded on the Mainboard of the Singapore Exchange. These condensed interim consolidated financial statements as at and for the six months period and full year ended 31 December 2023 comprise the Company and its subsidiaries (collectively, the Group). The address of its registered office and principal place of business is 19 Keppel Road, #08-01 Jit Poh Building, Singapore 089058.

The principal activities of the Company are those of investment holding and provision of management services to its subsidiaries. The principal activities of the subsidiaries are distribution of electric motors.

The immediate holding company is ATB Austria Antriebstechnik AG ("ATB"), incorporated in Austria. The ultimate holding company is Wolong Holding Group Co., Ltd. ("Wolong Holding"), incorporated in the People's Republic of China. The ultimate controlling party is Chen Jiancheng.

### **2. Basis of Preparation**

The condensed interim financial statements for the year ended 31 December 2023 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 the 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 interim financial statements for the period ended 30 June 2023.

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 Singapore 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 those standards.

#### **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 2023.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised 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 recognised in the financial statements is included in the following notes:

- Measurement of impairment of subsidiary
- Income tax amounts
- Assessment of allowance on inventories
- Assessment of expected credit loss allowance on trade receivables
- Measurement of lease liabilities

### 3. Seasonal operations

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

### 4. Segment and revenue information

The Group's primary business is in the distribution of electric motors. Management manages and monitors the business from a geographical segment perspective. The following are the three main geographical segments for the Group:

- United Kingdom & Continental Europe
- North America
- Asia Pacific

These operating segments are reported in a manner consistent with internal reporting provided to Group's CEO, who is responsible for allocating resources and assessing performance of the operating segments.

#### 4.1. Reportable segments

	<b>United Kingdom &amp; Continental Europe</b>	<b>North America</b>	<b>Asia Pacific</b>	<b>Corporate</b>	<b>Total</b>
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>6 months period from 1 July 2023 to 31 December 2023</b>					
<u>Revenue</u>					
Total segment revenue	17,812	13,425	6,356	-	37,593
Inter-segment revenue	(2,165)	(1,927)	-	-	(4,092)
Revenue from external parties	15,647	11,499	6,356	-	33,501
<u>Other income</u>					
Administrative fee income	55	-	-	-	55
Management fee income	-	-	-	134	134
License fee income	146	-	-	-	146
Rental income	22	-	-	-	22
Miscellaneous income	72	13	-	1	86
Total other income	296	13	-	135	444
<b>Total revenue and other income</b>	<b>15,943</b>	<b>11,512</b>	<b>6,356</b>	<b>135</b>	<b>33,946</b>
Segment results	805	1,990	433	(875)	2,354
Interest income	234	51	-	71	357
Interest expense	(15)	(21)	(3)	(9)	(48)
Depreciation and amortisation	(364)	(107)	(6)	(47)	(524)
Impairment on impairment of inventories	(330)	(284)	-	-	(614)
Inventories written off	-	5	-	-	(5)
Impairment on trade receivables	(21)	-	(29)	-	(50)
Reversal of impairment on trade receivables	26	-	-	-	26
Profit before taxation	335	1,625	395	(859)	1,495
Taxation	(202)	(313)	-	(46)	(561)
<b>Earnings for the interim period</b>	<b>133</b>	<b>1,312</b>	<b>395</b>	<b>(905)</b>	<b>934</b>

4.1. Reportable segments (Continued)

	United Kingdom & Continental Europe S\$'000	North America S\$'000	Asia Pacific S\$'000	Corporate S\$'000	Total S\$'000
<b>6 months period from 1 July 2022 to 31 December 2022</b>					
<u>Revenue</u>					
Total segment revenue	15,830	12,829	3,764	-	32,423
Inter-segment revenue	(30)	(1,114)	-	-	(1,144)
Revenue from external parties	15,800	11,715	3,764	-	31,279
<u>Other income</u>					
Administrative fee income	95	48	-	4	147
License fee income	258	-	-	-	258
Rental income	21	-	-	-	21
Miscellaneous income	14	-	-	-	14
Total other income	389	48	-	4	441
<b>Total revenue and other income</b>	<b>16,189</b>	<b>11,763</b>	<b>3,764</b>	<b>4</b>	<b>31,720</b>
Segment results	710	1,274	(206)	(834)	944
Interest income	46	3	-	16	65
Interest expense	(22)	(5)	(9)	(2)	38
Depreciation and amortisation	(269)	(124)	(63)	(45)	501
Impairment on impairment of inventories	149	(357)	-	-	208
Inventories written off	(5)	(67)	(2)	-	73
Trade receivables recovered	5	-	-	-	5
Reversal of impairment on trade receivables	80	-	(8)	-	72
Profit before taxation	694	724	(287)	(864)	267
Taxation	(29)	(58)	-	(11)	(99)
<b>Earnings for the interim period</b>	<b>665</b>	<b>666</b>	<b>(287)</b>	<b>(853)</b>	<b>168</b>

	United Kingdom & Continental Europe S\$'000	North America S\$'000	Asia Pacific S\$'000	Corporate S\$'000	Total S\$'000
<b>12 months period from 1 January 2023 to 31 December 2023</b>					
<u>Revenue</u>					
Total segment revenue	40,587	26,226	10,698	-	77,511
Inter-segment revenue	(2,214)	(3,487)	-	-	(5,701)
Revenue from external parties	38,373	22,740	10,698	-	71,810
<u>Other income</u>					
Administrative fee income	113	-	-	-	113
Management fee income	-	-	-	249	249
License fee income	356	-	-	-	356
Rental income	43	-	-	-	43
Miscellaneous income	115	31	-	2	148
Total other income	628	31	-	250	910

4.1. Reportable segments (Continued)

	United Kingdom & Continental Europe S\$'000	North America S\$'000	Asia Pacific S\$'000	Corporate S\$'000	Total S\$'000
<b>Total revenue and other income</b>	<b>39,001</b>	<b>22,771</b>	<b>10,698</b>	<b>250</b>	<b>72,720</b>
Segment results	3,760	3,828	574	(1,078)	7,085
Interest income	324	66	-	92	483
Interest expense	(46)	(38)	(7)	(10)	(101)
Depreciation and amortisation	(718)	(210)	(42)	(92)	(1,062)
Impairment on inventories	(330)	(603)	-	-	(933)
Inventories written off	-	(98)	-	-	(98)
Impairment on trade receivables	(21)	-	(29)	-	(50)
Reversal impairment on trade receivables	244	-	-	-	244
Profit before taxation	3,213	2,946	496	(1,087)	5,567
Taxation	(785)	(566)	-	(46)	(1,397)
<b>Earnings for the financial year</b>	<b>2,428</b>	<b>2,380</b>	<b>496</b>	<b>(1,133)</b>	<b>4,170</b>
<b>Segment assets</b>	<b>31,926</b>	<b>22,106</b>	<b>8,361</b>	<b>3,816</b>	<b>66,209</b>
Deferred income tax assets	-	-	-	-	-
<b>Total assets per statement of financial position</b>	<b>31,926</b>	<b>22,106</b>	<b>8,361</b>	<b>3,816</b>	<b>66,209</b>
<b>Expenditures for segment non-current assets</b>					
- Additions to property, plant and equipments	144	2	-	-	146
- Additions to intangible assets	1	-	-	11	12
<b>Segment liabilities</b>	<b>11,271</b>	<b>6,926</b>	<b>3,180</b>	<b>773</b>	<b>22,149</b>
Current income tax liabilities	931	6	3	3	944
Deferred tax liabilities	-	99	-	-	99
<b>Total liabilities per statement of financial position</b>	<b>12,202</b>	<b>7,031</b>	<b>3,183</b>	<b>776</b>	<b>23,192</b>
	<b>United Kingdom &amp; Continental Europe S\$'000</b>	<b>North America S\$'000</b>	<b>Asia Pacific S\$'000</b>	<b>Corporate S\$'000</b>	<b>Total S\$'000</b>
<b>12 months period from 1 January 2022 to 31 December 2022</b>					
<u>Revenue</u>					
Total segment revenue	32,051	27,253	5,248	-	64,552
Inter-segment revenue	(53)	(2,754)	-	-	(2,807)
Revenue from external parties	31,998	24,499	5,248	-	61,745
<u>Other income</u>					
Administrative fee income	98	27	-	84	209
License fee income	466	-	-	-	466
Rental income	44	-	-	-	44
Miscellaneous income	77	29	-	2	109
Total other income	686	56	-	86	828
<b>Total revenue and other income</b>	<b>32,684</b>	<b>24,555</b>	<b>5,248</b>	<b>86</b>	<b>62,573</b>
Segment results	2,563	3,236	(380)	(1,128)	4,290
Interest income	52	5	-	16	73
Interest expense	(44)	(10)	(9)	(5)	(68)
Depreciation and amortisation	(503)	(250)	(66)	(91)	(910)
Property, plant and equipment written off	(140)	(49)	-	-	(189)
Gain on disposal of property, plant and equipment	7	-	-	-	7
Impairment on inventories	149	(622)	-	-	(473)
Inventories written off	(5)	(67)	(2)	-	(73)
Recoverable trade receivables	5	-	-	-	5
Reversal impairment on trade receivables	147	-	(8)	-	139
Profit before taxation	2,231	2,242	(464)	(1,208)	2,801
Taxation	(340)	(474)	-	(11)	(824)
<b>Earnings for the financial year</b>	<b>1,891</b>	<b>1,768</b>	<b>(464)</b>	<b>(1,219)</b>	<b>1,977</b>



4.1. Reportable segments (Continued)	United Kingdom & Continental Europe S\$'000	North America S\$'000	Asia Pacific S\$'000	Corporate S\$'000	Total S\$'000
<b>Segment assets</b>	30,464	20,563	6,203	3,213	60,443
Deferred income tax assets	-	-	-	-	-
<b>Total assets per statement of financial position</b>	<b>30,464</b>	<b>20,563</b>	<b>6,203</b>	<b>3,213</b>	<b>60,443</b>
<b>Expenditures for segment non-current assets</b>					
- Additions to property, plant and equipments	774	135	349	0	1,258
<b>Segment liabilities</b>	10,290	7,036	3,052	284	20,662
Current income tax liabilities	688	174	3	-	865
<b>Total liabilities per statement of financial position</b>	<b>10,978</b>	<b>7,210</b>	<b>3,055</b>	<b>284</b>	<b>21,527</b>

4.2. Disaggregation of Revenue

	Group 6 months from 1 July 2023 to 31 December 2023			
	United Kingdom & Continental Europe S\$'000	North America S\$'000	Asia Pacific S\$'000	Total S\$'000
<u>Types of goods:</u>				
Electric motors	15,647	11,499	6,356	33,501
<u>Timing of transfer of goods:</u>				
Point in time	15,647	11,499	6,356	33,501

	Group 6 months from 1 July 2022 to 31 December 2022			
	United Kingdom & Continental Europe S\$'000	North America S\$'000	Asia Pacific S\$'000	Total S\$'000
<u>Types of goods:</u>				
Electric motors	15,800	11,715	3,764	31,279
<u>Timing of transfer of goods:</u>				
Point in time	15,800	11,715	3,764	31,279

4.2. Disaggregation of Revenue (Continued)

Types of goods:

Electric motors

Timing of transfer of goods:

Point in time

Group			
12 months period from 1 January 2023 to 31 December 2023			
United Kingdom & Continental Europe	North America	Asia Pacific	Total
S\$'000	S\$'000	S\$'000	S\$'000
38,373	22,740	10,698	71,810
38,373	22,740	10,698	71,810

Types of goods:

Electric motors

Timing of transfer of goods:

Point in time

Group			
12 months period from 1 January 2022 to 31 December 2022			
United Kingdom & Continental Europe	North America	Asia Pacific	Total
S\$'000	S\$'000	S\$'000	S\$'000
31,998	24,499	5,248	61,745
31,998	24,499	5,248	61,745

5. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 31 December 2023 and 31 December 2022:

**Financial Assets**

Trade and other receivables

Cash and cash equivalents

**Financial assets at amortised costs**

**Financial Liabilities**

Trade and other payables

Finance lease liabilities

**Financial liabilities at amortised costs**

The Group		The Company	
31 Dec 2023	31 Dec 2022	31 Dec 2023	31 Dec 2022
S\$'000	S\$'000	S\$'000	S\$'000
16,550	15,660	9,842	7,720
17,938	13,312	3,094	2,950
34,488	28,972	12,936	10,670
(18,306)	(17,765)	(487)	(351)
(3,843)	(2,882)	(385)	(52)
(22,149)	(20,647)	(872)	(403)

**Estimation of fair value**

Fair value, which is determined for disclosure purposes, is calculated based on the present value of future principal and interest cash flows, discounted at the market rate of interest at the reporting dates.

The fair values of financial assets and financial liabilities with a maturity of less than one year (including trade and other receivables, cash and cash equivalents, and trade and other payables) are assumed to approximate their carrying amounts because of the short period to maturity.

The fair value of non-current finance lease liabilities approximates to its carrying amount as at financial year.

6. Profit before taxation

6.1. Significant items

	Group			
	6 months ended		12 months ended	
	31-Dec-23	31-Dec-22	31-Dec-23	31-Dec-22
	S\$'000	S\$'000	S\$'000	S\$'000
<b>(i) Other Income</b>				
Administrative fee income	55	147	113	209
Management fee income	181	-	249	-
License fee income	146	258	356	466
Rental income	22	21	43	44
Miscellaneous income	86	14	148	109
	<u>491</u>	<u>441</u>	<u>910</u>	<u>828</u>
<b>(ii) Net finance income</b>				
Finance lease expenses	43	38	97	68
Interest expenses	4	-	4	-
	<u>48</u>	<u>38</u>	<u>101</u>	<u>68</u>
Finance income on placement of fixed deposits	(358)	(63)	(483)	(69)
Finance lease income	-	(3)	-	(5)
	<u>(358)</u>	<u>(65)</u>	<u>(483)</u>	<u>(73)</u>
Net finance income	<u>(310)</u>	<u>(27)</u>	<u>(382)</u>	<u>(5)</u>
<b>(iii) Expenses</b>				
Depreciation of property, plant and equipment	524	502	1,062	951
Gain on disposal of property, plant and equipment	-	(7)	-	(7)
Reversal on impairment on third party trade receivables	(26)	(78)	(244)	(139)
Recovered from third party trade receivables	-	(5)	-	(5)
Impairment on trade receivables	50	-	50	-
Impairment on inventories	521	208	933	473
Inventories written off	98	73	98	73
Foreign exchange (gain)/loss, net	(101)	32	(24)	104

6.2. Related party transactions

There are no material related party transactions apart from those disclosed in F - Other information required under Rule Appendix 7.2, Item 6 Interested Persons Transactions.

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:

	Group			
	6 months ended		12 months ended	
	31-Dec-23	31-Dec-22	31-Dec-23	31-Dec-22
	S\$'000	S\$'000	S\$'000	S\$'000
Current income tax expense	383	124	1,219	934
Deferred income tax expense relating to origination and reversal of temporary differences	178	(25)	178	(110)
	<u>561</u>	<u>99</u>	<u>1,397</u>	<u>824</u>

8. Net Asset Value

	Group		Company	
	31 Dec	31 Dec	31 Dec	31 Dec
	2023	2022	2023	2022
	S\$	S\$	S\$	S\$
Net asset value per ordinary share	121.3	109.7	89.1	83.1

**9. Property, plant and equipment**

During the year ended 31 December 2023, the Group acquired property, plant and equipment amounting to S\$146,000 (31 December 2022: S\$292,000) and dispose of assets with net book value is Nil (31 December 2022: S\$1,000) in the financial year.

**10. Share Capital**

	<b>The Group and the Company</b>			
	<b>31 December 2023</b>		<b>31 December 2022</b>	
	<b>Number of shares</b>	<b>Amount</b>	<b>Number of shares</b>	<b>Amount</b>
	'000	S\$'000	'000	S\$'000
Beginning and end of financial year	35,459	149,642	35,459	149,642

The Company did not hold any treasury shares as at 31 December 2023 and 31 December 2022.

The Company's subsidiaries do not hold any shares in the Company as at 31 December 2023 and 31 December 2022.

**11. Subsequent events**

The Company's announcement dated 10 November 2023 relating to its wholly-owned subsidiary, Brook Crompton Service Technology Pte Ltd ("BCST"), having entered into a memorandum of understanding on 10 November 2023 with Turbo-Mech Asia Pte Ltd ("TMA") and Zhejiang iMotorLinx Technology Co., Ltd ("iMotor") (collectively as "Parties" and any one of them as "Party"); and the Company's announcement dated 5 December 2023 (the "JV Announcement") relating to BCST having entered into a joint venture agreement (the "JV Agreement") on 1 December 2023 with TMA and iMotor.

Subsequent to the year end 31 December 2023, iMotor has exited from Joint Venture and terminate the JVA with respect to itself. Pursuant thereto and in furtherance thereof, the Parties have executed a termination and variation agreement on 8 February 2024 (the "Agreement Date") to effect the termination of the JVA with respect to iMotor as well as amend the JVA accordingly (the "Termination and Variation Agreement"). Concurrently, iMotor and the Joint Venture Company ("JVC") have also entered into a licence agreement on 8 February 2024 (the "Licence Agreement") between iMotor as licensor and the JVC as licensee.

**F Other information required under Listing Rule Appendix 7.2**

**1. Review**

The condensed consolidated statement of financial position of Brook Crompton Holdings Ltd and its subsidiaries as at 31 December 2023 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 year then ended and certain explanatory notes have not been audited or reviewed.

**2. Review or performance of the Group**

**Condensed Interim Consolidated Statement of Profit or Loss**

**Group Performance for 6 months period from 1 July 2023 to 31 December 2023 - 2nd Half Year 2023 ("2HY 2023")**

Sales for 6 months in 2HY 2023 is S\$33.5 million, increase by 7.1% as compared to the corresponding preceding 2HY 2022 sales of S\$31.3 million. This is mainly due to additional sales contributed by Australia. Gross profit in 2HY 2023 is much higher as compared to 2HY 2022, resulted from higher sales of products with better margin in 2HY 2023.

Slight decrease in overall expenses in 2HY 2023 as compared to 2HY 2022. Distribution and marketing costs are lower in 2H 2023, mainly due to reversal of excess accrued sales commission made in prior year. At the same time, sales representatives in Brook Crompton Canada have been terminated and replace with internal sales personnel. Besides, lower transportation costs in 2HY 2023, as global supply chains have resumed back to normal and the shipping costs also decreased accordingly. However, the administrative expenses in 2HY 2023 is much higher as compared to 2HY 2022, due higher IT costs, professional fee and legal fee in current financial period. At the same time, other operating expenses also increased, resulted from higher depreciation charge and additional impairment of trade receivables during the financial period.

Increase in net finance income in 2HY 2023 mainly due increase in interest rate and higher interest income derived from the fixed deposits placement in 2HY 2023.

As a result of the above, profit before income tax increase significantly to S\$1.5 million and EBITDA (earnings before interest, tax, depreciation and amortisation) increase to S\$1.7 million in 2HY 2023 from S\$0.6 million in 2HY 2022. Income tax expense in 2HY 2023 is much higher as compared to prior year, due to higher profit before tax attributable during the financial period.

**Group Performance for 12 months period from 1 January 2023 to 31 December 2023 ("2023")**

Cumulative sales for 12 months in 2023 is S\$71.8 million, increase by 16.3% as compared to the corresponding preceding 2022 sales of S\$61.7 million. This is mainly due to sales picking up in United Kingdom market, Canada market and additional sales contributed by new market, ie Australia. Overall year to date gross profit margin is slightly lower as compared to 2022, as in 1H2023 lower sales margin contributed from project business.

Other income for 12 months in 2023 is much higher as compared to 2022 mainly due additional management fee income derived from related companies.

Cumulative overall expenses for 12 months in 2023 decrease by 3.5% to S\$14.7 million as compared to S\$15.2 million in 2022. The distribution and marketing in 2023 is much lower as compared to 2022, mainly due to reversal of excess accrued sales commission made in prior year. At the same time, sales representatives in Brook Crompton Canada have been terminated and replace with internal sales personnel. Besides, lower transportation costs in 2023, as global supply chains have resumed back to normal and the shipping costs also decreased accordingly. . However, the administrative expenses in 2023 is much higher as compared to 2022, due to higher IT costs, professional fee and legal fee in current financial year. At the same time, other expenses also increased, resulted from higher depreciation charge and additional impairment of trade receivables during the financial year.

The increase in net finance income in 2023, mainly due increase in interest rate and higher interest income derived from the fixed deposits placement in 2023.

As a result of the above, profit before income tax increase by 99% to S\$5.6 million and EBITDA (earnings before interest, tax, depreciation and amortisation) increase to S\$6.2 million in 2023 from S\$3.6 million in 2022. Income tax expense in 2023 is much higher as compared to prior year, due to higher profit before tax attributable during the financial year.

**Condensed Interim Statement of Financial Position**

Net assets increased by 10.5% to S\$43 million as compared to year ended 2022's S\$38.9 million, after taking in the net profit of S\$4.2 million, dividends paid of S\$0.7 million and exchange differences on translation of foreign operations of S\$0.9 million for the financial year 2023. Current ratio remains at a healthy level of 3.0 as at 31 December 2023.

The cash and bank balance increased by 34.8% to S\$17.9 million mainly resulted from net cash generated from operations activities, lower stocks replenishment and better collection from customers in current financial year.

Trade and other receivables increased by 5.7% to S\$16.6 million from prior year of S\$15.7 million, resulted from sales picking up last few months of the financial year. However, the trade receivables turnover day has improved as compared to prior year. As at 31 December 2023, no trade receivables are past due more than 180 days and 10% of overall trade receivables are past due 91 – 180 days. Management has assessed the estimated the future cash flows of the receivables and determined no expected credit losses.

The Inventories as at 31 December 2023 decreased by 4.0% as compared with prior year with S\$26.3 million as at 31 December 2022. Decreased in inventories mainly due sales picking up and lower lower stocks replenishment in current financial year.

Non-current assets have increased by 22.8% to S\$5.8 million from S\$4.8 million prior year. The increase mainly due to additional right-of-use assets capitalised for new leases entered in current financial year. Besides, the retirement benefits plan that previously entered by Brook Crompton North America turned into retirement benefits assets in current financial year.

Current liabilities have increased by 3.5% to S\$19.9 million from S\$19.2 million prior year. The increase mainly due increased in trade payables, resulted from slow payment made to suppliers due to longer shipment time from factory. Most of the goods shipped by factory have yet to be received and unable to settle the payment to suppliers. These are mainly relate to sales orders under ex-works incoterms. Overdue invoices that relate to goods in transits have yet to be settled. At the same time, income tax payable as at 31 December 2023 is much higher as compared to prior year due to higher taxable profit in current financial year.

Non current liabilities have increased by 43.8% to S\$3.3 million from S\$2.3 million prior year. The increase mainly due to higher lease liabilities recognised for new leases entered in current financial year.

**Condensed Interim Consolidated Statement of Cash Flows**

Net cash generated from operating activities of S\$6.1 million in current financial year mainly resulted from higher operating profit as compared to 2022. In prior year is net cash used in operating activities of S\$6.3 million. In prior year, there was huge inventories investments in new regions and higher inventories maintained in United Kingdom and North America warehouse.

Net cash generated from investing activities of S\$0.3 million in current financial year, mainly arising from fixed deposits interest income received. However, prior year is net cash used in investing activities of S\$1.3 million, which resulted from acquisition of business in 2022.

Net cash position stand at S\$17.9 million as at 31 December 2023, which is much higher as compared to net cash position of S\$13.3 million as at 31 December 2022.

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

Not applicable.

**4. 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 group continued through the year with further revenue growth by 16.3% compared to previous year although with slower growth as compared to first half of the year. During the financial year, slight decreased in gross profit margin due to lower sales margin contributed from project business in first half year of 2023. However, considering the increased revenue this has contributed towards a strong net profit growth by 110.9%. Main growth regions continue to be covered by the United Kingdom, Canadian and the Australian business which has continued with steady growth with number of new customers in the market and distribution network, delivering and servicing mainly mining, HVAC, Oil and Gas and general industry.

The EU regions continued to face challenges with weak growth. This trend is also reflected in our reduced business revenue in Italy. Customers had built up inventories over the covid period which they have been using since the covid restrictions have been fully lifted around the globe.

Over the year we have seen drop in the raw material costs and transport costs, yet the high inflation labour and energy costs increases has forced suppliers to keep already increased or increase prices further.

We continue to stay vigilant in regard to geopolitical situation around the globe. Logistics costs have been fluctuating because of this. We did have slower growth in orders and revenue in the second half of the year for the business due to market and geopolitical situation especially slower growth in Europe. Global consumer price inflation is slowing down to normal trends.

The world economy in general through 2024 performed better than expected; it's been resilient to inflation and interest rate shocks, this was helped by lower-than-expected energy prices, fiscal interventions, US consumers, China reopening, structural factors.

Recent political global events are driving many organizations to develop a digitalization strategy to overcome distribution and supply chain disruptions, political instability, and geopolitical strains. Many clients are investing in digital technologies/ digital twin of product, production process, sales process, digital factories – fast to market is the main theme for many of our customers.

As we move into the first half of 2024, we continue to explore opportunities with existing and new customers, additionally new ways of reaching out to our customers. Our newly set up Joint Venture will provides the Group with an opportunity to expand its suite of offerings to include service and maintenance for motors incorporating the new IOT technology of smart motor life management system.

Our Group's customers are pivoting towards operational digitalisation giving rise to the demand for capabilities relating to remote diagnostics of their assets, among others. We continue tapping and working with Group's existing client base, additionally working on expanding such a client base, to generate additional revenue with the offering of the aforesaid solutions of the newly set up Joint Venture Business.

Sustainability is a core business driver/strategy for many organizations, many countries are accelerating the phase out of coal and exploring opportunities in new energy/hydrogen and tapping into renewable investments. The Group believes that it has a diverse enough supply chain to continue to manage customer expectations and able to respond to changes in trends in the industry towards renewable offerings and energy efficient solutions .

The Group looks forward to profitable growth in 2024 and would like to take the opportunity, to send its thanks to the shareholders, employees and Directors for their support provided over the financial year 2023 and looks forward to the new financial year 2024.

**5. Dividend information**

**(a) Current Financial Period Reported On**

Any dividend recommended for the financial period reported on? **Yes**

Name of Dividend	Final
Dividend type	Cash
Dividend per share	2.0 cents
Tax rate	Tax exempt

The Directors are pleased to declare a tax exempt one-tier final cash dividend of 2 cents per share. (2022: 2 cents dividend declared) in respect of financial year ended 31 December 2023.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year? **None**

**(c) Date payable**

30 May 2024

**(d) Books closure date**

Date on which Registrable Transfers received by the Company will be registered before entitlements to the dividend are determined:  
 13 May 2024, 5:00pm.

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

Not applicable.

**6. Interested Persons Transactions**

The Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

Name of Interested Person	Nature of relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)		
		6 months ended		6 months ended		
		31 Dec 23	31 Dec 22	31 Dec 23	31 Dec 22	
		S\$'000	S\$'000	S\$'000	S\$'000	
<b>General Transactions</b>						
<i>Purchase:-</i>						
Wolong Electric Group Co Ltd	Associates of Controlling Shareholders	-	-	2,966	7,808	
Wolong Electric (Vietnam) Company Limited		-	-	203	2,748	
Wolong Americas LLC		-	-	2,316	-	
ATB Tamel S.A		-	-	6,191	6,357	
ATB UK Group		-	-	-	178	
ATB Schorch		-	-	1,431	1,040	
ATB Nordenham GmbH		-	-	975	676	
ATB Welzheim		-	-	294	223	
ATB Sever A.D.		-	-	204	161	
<i>Sales:-</i>						
ATB Motors B.V		-	-	(146)	(245)	
Wolong EMEA Germany		-	-	(81)	(68)	
<i>Management fee income:-</i>						
Wolong Electric Group Co Ltd	-	-	(134)	-		
		-	-	14,220	18,877	



**6. Interested Persons Transactions**

The Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

Name of Interested Person	Nature of relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)		
		12 months ended		12 months ended		
		31 Dec 23	31 Dec 22	31 Dec 23	31 Dec 22	
		S\$'000	S\$'000	S\$'000	S\$'000	
<b>General Transactions</b>						
<i>Purchase:-</i>						
Wolong Electric Group Co Ltd	Associates of Controlling Shareholders	312	-	5,121	10,104	
Wolong Electric (Vietnam) Company Limited		100	-	2,769	8,100	
Wolong Americas LLC		-	-	3,034	-	
ATB Tamel S.A		624	-	12,026	12,130	
ATB UK Group		-	-	109	318	
ATB Schorch		155	-	6,644	1,040	
ATB Nordenham GmbH		497	-	1,276	1,117	
ATB Welzheim		-	-	773	667	
ATB Sever A.D.		-	-	333	590	
<i>Sales:-</i>						
ATB Motors B.V		-	-	(146)	(253)	
Wolong EMEA Germany		-	-	(276)	-	
<i>Management fee income:-</i>						
Wolong Electric Group Co Ltd		-	-	(249)	-	
<i>Acquisition of business:-</i>						
Wolong EMEA SRL	-	1,013	-	-		
		1,688	1,013	31,414	33,813	

**7. 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 confirms that it has already procured undertakings from all of its Directors and executive officer in the format as set out in Appendix 7.7 under Rule 720 (1) of the Listing Manual of the SGX-ST.

**8. Review of performance of the Group - turnover and earnings**

**First Half Year**  
 Turnover  
 Earnings for the financial period

**Second Half Year**  
 Turnover  
 Earnings for the financial period

	Group		
	2023 S\$'000	2022 S\$'000	Increase/ (Decrease)
Turnover	38,309	30,466	26%
Earnings for the financial period	3,236	1,809	79%
Turnover	33,501	31,279	7%
Earnings for the financial period	934	168	457%

**9. Disclosure of persons occupying managerial position who are related to a director, CEO or substantial shareholder**

Pursuant to Rule 704(13) of the Listing Manual, Brook Crompton Holdings Ltd confirms that the following person occupying a managerial position in the Company or in any of its principal subsidiaries who is a relative of a director, chief executive officer or substantial shareholder of the Company.

Name	Age	Family Relationship with any Director and/or Substantial Shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Chen Yanni	41	1. Spouse of Pang Xinyuan (Chairman, Non-Independent, Non-Executive Director) and deemed substantial shareholder of the Company.  2. Daughter of Chen JianCheng, a deemed substantial shareholder of the Company by virtue of his interest in Wolong Holding Group Co Ltd.	Supply Chain Director, who responsible to oversee the Group's supply chain management since 1 March 2023	N.A.

**10. Confirmation by the Board**

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 these interim financial results to be false or misleading in any material aspect.

On behalf of the Board of Directors

**Pang Xinyuan**  
Director

**Chao Mun Leong**  
Director

**By Order of the Board**

Pang Xinyuan  
Chairman, Non-Independent, Non-Executive Director  
Singapore, 29 February 2024