

Unaudited Full Year Financial Statements And Dividend Announcement for the Year / Second Half Year Ended 31 December 2020
PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4), HALF-YEAR AND FULL YEAR RESULTS

- 1(a) An income statement and statement of comprehensive income or a statement of comprehensive income for the group together with a comparative statement for the corresponding period of the immediately preceding financial year.

**CONSOLIDATED STATEMENTS OF PROFIT OR LOSS
For the second half year and the financial year ended 31 December 2020**

	Note	Six months / Second half year ended 31 December			Year ended 31 December		
		2020 US\$'000	2019 US\$'000	% Increase/ (Decrease)	2020 US\$'000	2019 US\$'000	% Increase/ (Decrease)
Revenue		62,313	56,370	10.5%	111,826	101,487	10.2%
Cost of sales		(49,641)	(44,195)	12.3%	(89,287)	(81,288)	9.8%
Gross profit		12,672	12,175	4.1%	22,539	20,199	11.6%
Other operating income		1,032	1,515	(31.9%)	1,381	2,107	(34.5%)
Distribution expenses		(1,731)	(1,303)	32.8%	(3,286)	(2,200)	49.4%
Administrative expenses		(8,946)	(9,635)	(7.2%)	(16,721)	(18,563)	(9.9%)
Finance costs		(168)	(151)	11.3%	(294)	(278)	5.8%
Share of profit / (loss) of an associate		83	(1,313)	N.M.*	(219)	(1,857)	(88.2%)
Gain on disposal of a subsidiary		4	-	N.M.*	4	-	N.M.*
Profit / (Loss) before income tax	(1)	2,946	1,288	128.7%	3,404	(592)	N.M.*
Income tax expense		(1,120)	(1,189)	(5.8%)	(1,930)	(1,277)	51.1%
Profit / (Loss) after income tax		1,826	99	1,744.4%	1,474	(1,869)	N.M.*
Profit / (Loss) attributable to:							
Owners of the Company		1,825	94	1,841.5%	1,474	(1,871)	N.M.*
Non-Controlling interests		1	5	(80.0%)	-	2	(100.0%)
		1,826	99	1,744.4%	1,474	(1,869)	N.M.*

* N.M.: Not meaningful.

Note (1)

Profit / (Loss) before income tax has been arrived at after charging / (crediting):

	Six months / second half year ended 31 December		Year ended 31 December	
	2020 US\$'000	2019 US\$'000	2020 US\$'000	2019 US\$'000
Depreciation of property, plant and equipment	636	714	1,253	1,410
Depreciation of right-of-use assets	871	390	1,691	948
Interest income	(63)	(193)	(160)	(422)
Net foreign exchange loss (Note A)	568	118	542	310
Increase / (Decrease) in allowance for inventories	(264)	55	(385)	133
Net loss on disposal of property, plant and equipment	59	48	78	40
Interest on borrowings	79	58	144	133
Interest on lease liabilities	89	93	150	145
Expected credit losses of trade receivables	-	359	-	359
Expected credit losses of trade receivables written back	(254)	-	(254)	-
Expected credit losses of amount due from associate	21	-	21	-
Gain on disposal of subsidiaries (Note D)	(4)	-	(4)	-

Note A: The foreign currency exchange loss for the year ended 31 December 2020 comprised mainly unrealised loss net of unrealised gain on translating monetary assets less monetary liabilities in foreign currencies, mainly United States dollars, Renminbi and Japanese yen, to functional currency at each Group entity, and realised loss net of realised gain on payments denominated in foreign currencies other than the functional currency in each Group entity.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the second half year and the financial year ended 31 December 2020

	Six months / Second year ended 31 December			Year ended 31 December		
	2020 US\$'000	2019 US\$'000	% Increase / (Decrease)	2020 US\$'000	2019 US\$'000	% Increase / (Decrease)
Profit / (Loss) for the periods	1,826	99	1,744.4%	1,474	(1,869)	N.M.*
Other comprehensive income / (expense): <i>Items that may be reclassified subsequently to profit or loss</i>						
Exchange difference on translation of foreign operations	2,046	(264)	N.M.*	1,770	36	4,816.7%
<i>Items that will not be reclassified to profit or loss</i>						
Equity investments designated at fair value through other comprehensive income:						
- Fair value gain / (loss) arising during the periods	262	(665)	N.M.*	212	(661)	N.M.*
- Income tax effect	(31)	141	N.M.*	(14)	139	N.M.*
	231	(524)	N.M.*	198	(522)	N.M.*
Other comprehensive income / (expense) for the periods, net of tax	2,277	(788)	N.M.*	1,968	(486)	N.M.*
Total comprehensive income / (expense) for the periods	4,103	(689)	N.M.*	3,442	(2,355)	N.M.*
Total comprehensive income / (expense) attributable to:						
Owners of the Company	4,102	(694)	N.M.*	3,442	(2,357)	N.M.*
Non-controlling interests	1	5	(80.0%)	-	2	(100.0%)
	4,103	(689)	N.M.*	3,442	(2,355)	N.M.*

* N.M.: Not meaningful.

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

STATEMENTS OF FINANCIAL POSITION

As at 31 December 2020

	The Group		The Company	
	As at 31 December 2020 US\$'000	As at 31 December 2019 US\$'000	As at 31 December 2020 US\$'000	As at 31 December 2019 US\$'000
ASSETS				
Non-current assets				
Property, plant and equipment	6,818	6,538	-	-
Right-of-use assets	3,906	3,447	-	-
Investment in subsidiaries	-	-	11,334	11,334
Amount due from a subsidiary	-	-	14,808	16,043
Investment in associates	1,598	1,881	-	-
Investment	1,106	829	-	-
Other assets	432	311	-	-
Deferred tax assets	187	176	-	-
Total non-current assets	14,047	13,182	26,142	27,377
Current assets				
Inventories	13,469	9,890	-	-
Trade receivables	35,667	31,937	-	-
Other receivables and prepayments	3,319	2,352	65	131
Amounts due from associates	1,342	541	-	-
Loans and receivables, at amortised cost	1,506	1,499	-	-
Pledged bank deposit (Note B)	-	149	-	-
Cash and bank balances	32,996	28,466	169	170
Total current assets	88,299	74,834	234	301
Total assets	102,346	88,016	26,376	27,678
LIABILITIES AND EQUITY				
Current liabilities				
Income tax payable	588	545	-	-
Bank borrowings	10,500	9,384	-	-
Current portion of lease liabilities	1,721	1,499	-	-
Trade payables	27,809	19,385	-	-
Other payables and accruals	3,837	3,348	191	176
Amounts due to an associate	-	138	-	-
Total current liabilities	44,455	34,299	191	176
Non-current liabilities				
Bank borrowings	2,750	102	-	-
Lease liabilities	2,277	2,013	-	-
Retirement benefit obligations	553	407	-	-
Deferred tax liabilities	711	552	-	-
Total non-current liabilities	6,291	3,074	-	-
Capital, reserves and non-controlling interests				
Share Capital	10,087	10,087	10,087	10,087
Treasury shares	(4,542)	(4,385)	(4,542)	(4,385)
Retained earnings	24,841	25,837	1,684	2,958
Reserves	21,203	19,093	18,956	18,842
Equity attributable to owners of the Company	51,589	50,632	26,185	27,502
Non-controlling interests	11	11	-	-
Total equity	51,600	50,643	26,185	27,502
Total liabilities and equity	102,346	88,016	26,376	27,678

Note B: As at 31 December 2020, the Group did not have any bank deposit (31 December 2019: US\$149,000) which was pledged to financial institutions to secure banking facilities granted to the Group.

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

	As at 31 December 2020		As at 31 December 2019	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
Bank and other borrowings	-	10,500	-	9,384
Lease Liabilities	-	1,721	-	1,499
Total	-	12,221	-	10,883

Amount repayable after one year

	As at 31 December 2020		As at 31 December 2019	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
Bank and other borrowings	-	2,750	-	102
Lease Liabilities	-	2,277	-	2,013
Total	-	5,027	-	2,115

Details of collateral

As at 31 December 2020, the Group did not have any bank deposit (31 December 2019: US\$149,000) which was pledged to financial institutions to secure banking facilities granted to the Group.

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED STATEMENT OF CASH FLOWS				
For the second half year and the financial year ended 31 December 2020				
	The Group			
	Six months / Second half year ended 31 December		Year ended 31 December	
	2020 US\$'000	2019 US\$'000	2020 US\$'000	2019 US\$'000
OPERATING ACTIVITIES				
Profit / (Loss) before income tax	2,946	1,288	3,404	(592)
Adjustments for				
Increase / (Decrease) in allowance for inventories	(264)	55	(385)	133
Depreciation of property, plant and equipment	636	714	1,253	1,410
Depreciation of right-of-use assets	871	390	1,691	948
Interest income	(63)	(193)	(160)	(422)
Finance costs	168	151	294	278
Net loss on disposal of property, plant and equipment	59	48	78	40
Loss on modification of lease contracts	-	25	-	25
Gain on termination of lease contracts	-	-	(1)	-
(Gain)/Loss on disposal of subsidiary (Note D)	(4)	11	(4)	-
Impairment of property, plant and equipment	-	(53)	-	(53)
Reversal of impairment of right-of-use assets	-	(977)	-	(977)
Retirement benefit obligations	46	41	120	81
Share of loss of associates	(83)	1,313	219	1,857
Gain on deemed disposal of an associate	-	(158)	-	(158)
Share-based payment expense	58	41	114	41
Increase/(decrease) in expected credit losses of trade receivables	(233)	359	(233)	359
Operating cash flows before movements in working capital	4,137	3,055	6,390	2,970
Change in working capital:				
Trade receivables, other receivables and prepayments	(2,011)	(2,035)	(4,073)	(5,437)
Inventories	(492)	(252)	(2,461)	133
Amount due to / from an associate	(56)	26	(957)	(165)
Trade payables, other payables and accruals	8,296	3,532	7,970	1,510
Cash generated from / (used in) operations	9,874	4,326	6,869	(989)
Net income tax paid	(1,019)	(567)	(1,627)	(1,400)
Interest paid	(79)	(58)	(144)	(133)
Net cash generated from / (used in) operating activities	8,776	3,701	5,098	(2,522)
INVESTING ACTIVITIES				
Proceeds from disposal of property, plant and equipment	14	(7)	95	14
Decrease / (increase) in other assets	(110)	(61)	(103)	(35)
Additional investment in equity investment designated at fair value through other comprehensive income	(5)	(6)	(11)	(12)
Purchase of property, plant and equipment (Note C)	(1,047)	(1,511)	(1,333)	(2,159)
Decrease in loans and receivables	-	(1,499)	(7)	701
Interest income received	63	193	160	422
Withdrawal of restricted bank deposits	151	-	151	-
Net cash inflow arising on disposal of subsidiary	2	-	2	-
Net cash used in investing activities	(932)	(2,891)	(1,046)	(1,069)
FINANCING ACTIVITIES				
Increase in pledged bank deposits	(2)	-	(2)	-
Payment for the share buyback	-	(473)	(157)	(633)
Proceeds from bank borrowings	12,460	17,046	20,634	25,760
Repayment of obligation under finance leases	-	18	-	-
Repayment of principal portion of lease liabilities	(869)	(857)	(1,675)	(1,413)
Repayment of interest element on lease liabilities	(89)	(93)	(150)	(145)
Repayment of bank borrowings	(5,229)	(13,711)	(16,870)	(24,662)
Dividend paid	(888)	(896)	(2,442)	(2,487)
Net cash from / (used in) financing activities	5,383	1,034	(662)	(3,580)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	13,227	1,844	3,390	(7,171)
NET EFFECT OF CURRENCY TRANSLATION DIFFERENCES	1,115	(145)	1,140	172
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	18,654	26,767	28,466	35,465
CASH AND CASH EQUIVALENTS AT END OF PERIOD	32,996	28,466	32,996	28,466

Note C: During the year ended 31 December 2020, the Group acquired property, plant and equipment with aggregate cost of US\$1,333,000 (Year ended 31 December 2019: US\$2,159,000)

Note D: Gain on disposal of subsidiaries

	The Group			
	Six months/ second half year ended 31 December		Year ended 31 December	
	2020 US\$'000	2019 US\$'000	2020 US\$'000	2019 US\$'000
The assets and liabilities of subsidiaries disposed during the periods are as follows:				
Current assets	13	-	13	-
Current liabilities	-	-	-	-
	13	-	13	-
Cash consideration received	17	-	17	-
Less: Net assets disposed of	(13)	-	(13)	-
Realisation of foreign currency translation reserve	-	11	-	-
Gain on disposal	4	11	4	-
Net cash outflow arising on disposal				
Cash and cash equivalents disposed of	(15)	-	(15)	-
Cash consideration received	17	-	17	-
Cash flow on disposal, net of cash and cash equivalent received	2	-	2	-

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

The Group's statement of changes in equity with a comparative statement for the corresponding period of immediately preceding financial year is as follows:

	Share capital US\$'000	Share premium of the Company US\$'000	Share capital reserve US\$'000	Treasury shares US\$'000	Employee share option reserve US\$'000	Merger reserve US\$'000	Statutory Reserve Fund US\$'000	Enterprise Expansion Fund US\$'000	Other Reserves US\$'000	Fair value adjustment reserve US\$'000	Foreign currency translation reserve US\$'000	Retained earnings US\$'000	Total US\$'000	Non-controlling interests US\$'000	Total equity US\$'000
Balance as at 1 January 2020	10,087	18,994	(193)	(4,385)	41	(7,020)	3,946	318	1,190	(421)	2,238	25,837	50,632	11	50,643
Total comprehensive expense for the period	-	-	-	-	-	-	-	-	-	(33)	(276)	(351)	(660)	(1)	(661)
Share-based payment expense	-	-	-	-	56	-	-	-	-	-	-	-	56	-	56
Share purchased under Share Purchase Mandate and held in treasury shares	-	-	-	(157)	-	-	-	-	-	-	-	-	(157)	-	(157)
Transfer to Statutory Reserve Fund	-	-	-	-	-	-	25	-	-	-	-	(25)	-	-	-
Dividend paid	-	-	-	-	-	-	-	-	-	-	-	(1,554)	(1,554)	-	(1,554)
Balance as at 30 June 2020	10,087	18,994	(193)	(4,542)	97	(7,020)	3,971	318	1,190	(454)	1,962	23,907	48,317	10	48,327
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-	231	2,046	1,825	4,102	1	4,103
Share-based payment expense	-	-	-	-	58	-	-	-	-	-	-	-	58	-	58
Transfer to Other Reserves	-	-	-	-	-	-	-	-	3	-	-	(3)	-	-	-
Dividend paid	-	-	-	-	-	-	-	-	-	-	-	(888)	(888)	-	(888)
Balance as at 31 December 2020	10,087	18,994	(193)	(4,542)	155	(7,020)	3,971	318	1,193	(223)	4,008	24,841	51,589	11	51,600

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial (continued).

The Group's statement of changes in equity with a comparative statement for the corresponding period of immediately preceding financial year is as follows:

	Share capital US\$'000	Share premium of the Company US\$'000	Share capital reserve US\$'000	Treasury shares US\$'000	Employee share option reserve US\$'000	Merger reserve US\$'000	Statutory Reserve Fund US\$'000	Enterprise Expansion Fund US\$'000	Other Reserves US\$'000	Fair value adjustment reserve US\$'000	Foreign currency translation reserve US\$'000	Retained earnings US\$'000	Total US\$'000	Non-controlling interests US\$'000	Total equity US\$'000
Balance as at 1 January 2019	10,087	18,994	(193)	(3,752)	446	(7,020)	3,806	318	1,187	101	2,202	31,296	57,472	9	57,481
Effect of adoption of International Financial Reporting Standard 16	-	-	-	-	-	-	-	-	-	-	-	(1,404)	(1,404)	-	(1,404)
Total comprehensive income / (expense) for the period	-	-	-	-	-	-	-	-	-	2	300	(1,965)	(1,663)	(3)	(1,666)
Shares purchased under Share Purchase Mandate and held as treasury shares	-	-	-	(160)	-	-	-	-	-	-	-	-	(160)	-	(160)
Transfer upon lapse of share options	-	-	-	-	(446)	-	-	-	-	-	-	446	-	-	-
Transfer to Statutory Reserve Fund	-	-	-	-	-	-	145	-	-	-	-	(145)	-	-	-
Dividend paid	-	-	-	-	-	-	-	-	-	-	-	(1,591)	(1,591)	-	(1,591)
Balance as at 30 June 2019	10,087	18,994	(193)	(3,912)	-	(7,020)	3,951	318	1,187	103	2,502	26,637	52,654	6	52,660
Total comprehensive income / (expense) for the period	-	-	-	-	-	-	-	-	-	(524)	(264)	94	(694)	5	(689)
Shares purchased under Share Purchase Mandate and held as treasury shares	-	-	-	(473)	-	-	-	-	-	-	-	-	(473)	-	(473)
Share-based payment expense	-	-	-	-	41	-	-	-	-	-	-	-	41	-	41
Transfer to Statutory Reserve Fund and Other Reserves	-	-	-	-	-	-	(5)	-	2	-	-	3	-	-	-
Dividend Paid	-	-	-	-	-	-	-	-	-	-	-	(896)	(896)	-	(896)
Transfer	-	-	-	-	-	-	-	-	1	-	-	(1)	-	-	-
Balance as at 31 December 2019	10,087	18,994	(193)	(4,385)	41	(7,020)	3,946	318	1,190	(421)	2,238	25,837	50,632	11	50,643

The issuer's statement of changes in equity with a comparative statement for the corresponding period of immediately preceding financial year is as follows:

	Share capital	Share premium of the Company	Share capital reserve	Treasury shares	Employee share option reserve	Retained earnings	Total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Balance as at 1 January 2020	10,087	18,994	(193)	(4,385)	41	2,958	27,502
Total comprehensive income for the period	-	-	-	-	-	1,854	1,854
Shares purchased under Share Purchase Mandate and held in treasury shares	-	-	-	(157)	-	-	(157)
Share-based payment expense	-	-	-	-	56	-	56
Dividend paid	-	-	-	-	-	(1,554)	(1,554)
Balance as at 30 June 2020	10,087	18,994	(193)	(4,542)	97	3,258	27,701
Total comprehensive loss for the period	-	-	-	-	-	(686)	(686)
Share-based payment expense	-	-	-	-	58	-	58
Dividend paid	-	-	-	-	-	(888)	(888)
Balance as at 31 December 2020	10,087	18,994	(193)	(4,542)	155	1,684	26,185

	Share capital	Share premium of the Company	Share capital reserve	Treasury shares	Employee share option reserve	Retained earnings	Total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Balance as at 1 January 2019	10,087	18,994	(193)	(3,752)	446	2,476	28,058
Total comprehensive income for the period	-	-	-	-	-	1,655	1,655
Shares purchased under Share Purchase Mandate and held as treasury shares	-	-	-	(160)	-	-	(160)
Transfer upon lapse of share options	-	-	-	-	(446)	446	-
Dividend paid	-	-	-	-	-	(1,591)	(1,591)
Balance as at 30 June 2019	10,087	18,994	(193)	(3,912)	-	2,986	27,962
Total comprehensive income for the period	-	-	-	-	-	868	868
Share-based payment expense	-	-	-	-	41	-	41
Shares purchased under Share Purchase Mandate and held in treasury shares	-	-	-	(473)	-	-	(473)
Dividend paid	-	-	-	-	-	(896)	(896)
Balance as at 31 December 2019	10,087	18,994	(193)	(4,385)	41	2,958	27,502

1(d)(ii) 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, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, 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. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed 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.

Share Capital

As at 31 December 2019, the Company's issued and fully paid-up share capital was US\$10,087,084 represented by 223,190,008 ordinary shares (excluding treasury shares) and 28,987,102 ordinary shares held as treasury shares.

During the first half year ended 30 June 2020, the Company purchased a total of 1,202,600 ordinary shares under the Share Purchase Mandate and held them as treasury shares. As at 30 June 2020, the Company's issued and fully paid up share capital was US\$10,087,084 represented by 221,987,408 ordinary shares (excluding treasury shares) and 30,189,702 ordinary shares held as treasury shares.

During the second half year ended 31 December 2020, the Company did not purchase any ordinary shares under the Share Purchase Mandate and held as treasury shares. As at 31 December 2020, the Company's issued and fully paid up share capital was US\$10,087,084 represented by 221,987,408 ordinary shares (excluding treasury shares) and 30,189,702 ordinary shares held as treasury shares.

Treasury shares

	The Company			
	2020		2019	
	Number of shares	US\$'000	Number of shares	US\$'000
Balance as at 1 January	28,987,102	4,385	24,362,802	3,752
Ordinary Shares purchased during the first half year	1,202,600	157	1,213,200	160
Ordinary Shares purchased during the second half year	-	-	3,411,100	473
Balance as at 31 December	<u>30,189,702</u>	<u>4,542</u>	<u>28,987,102</u>	<u>4,385</u>

Share Options

On 30 May 2014, the Chief Executive Officer of the Company proposed to grant options to eight directors and twelve senior executives (the "Participants") to subscribe for a total of 19,000,000 ordinary shares of US\$0.02 each in the capital of the Company, pursuant to CDW Employees Share Option Scheme 2013. This proposal was adopted and administered by the Remuneration Committee. The options granted were accepted by the Participants in June 2014. The option was exercisable at S\$0.108 per share with an exercise period commencing from 30 May 2016 to 29 May 2019 (both days inclusive).

On 26 August 2016, the Company consolidated every two (2) existing ordinary shares of par value of US\$0.02 each in the authorised and issued capital of the Company into one (1) ordinary share of par value of US\$0.04 each in the authorised and issued capital of the Company. On the same day, the Company consolidated every two (2) existing options into one (1) option which can be exercised at S\$0.216 to subscribe one (1) ordinary share of par value of US\$0.04 each in the authorised and issued capital of the Company.

On 29 May 2019, 6,250,000 unexercised share options were lapsed and cancelled at the expiry of the share options granted under CDW Employees Share Option Scheme 2013.

On 21 August 2019, the Chief Executive Officer of the Company proposed to grant options to six directors and three senior executives (the "Participants") to subscribe for a total of 7,250,000 ordinary shares of US\$0.04 each in the capital of the Company, pursuant to CDW Employees Share Options Scheme 2018. This proposal was adopted and administered by the Remuneration Committee. The options granted were accepted by the Participants in August 2019. The options were exercisable at S\$0.14 per share with an exercise period commencing from 21 August 2021 to 20 August 2024 (both days inclusive).

During the year ended 31 December 2020, no option was allowed to be exercised and no option was neither lapsed nor cancelled. The number of outstanding options as at 31 December 2020 was 7,250,000 (31 December 2019: 7,250,000) with exercise price at S\$0.14 (31 December 2019: S\$0.14).

Subsidiary Holdings

The Group did not have any subsidiary holdings for the current financial year reported on and its corresponding year of the immediately preceding financial year.

1(d)(iii) 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.

	The Company	
	As at 31 December 2020	As at 31 December 2019
Issued shares	252,177,110	252,177,110
Less: Treasury shares	(30,189,702)	(28,987,102)
Total number of issued shares excluding treasury shares	<u>221,987,408</u>	<u>223,190,008</u>

1(d)(iv) 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 year ended 31 December 2020, there were no sales, transfers, disposal and / or use of treasury shares except for the purchase of 1,202,600 ordinary shares under the Share Purchase Mandate and held as treasury shares. As at 31 December 2020, there were 30,189,702 (31 December 2019: 28,987,102) ordinary shares held as treasury shares.

1(d)(v) A statement showing all sales, transfers, cancellation and / or use of subsidiary holdings as at the end of the current financial period reported on.

The Group did not have any subsidiary holdings for the current financial period reported on.

2. Whether the figures have been audited, or reviewed and in accordance with which standard or practice.

The figures have not been audited or reviewed by any independent auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recent audited annual financial statements have been applied.

The Group has adopted the same accounting policies and methods of computation in the financial statements for the current reporting period compared with the most recently audited annual financial statements for the year ended 31 December 2019 except for the adoption of the revised International Financial Reporting Standards which came into effect this financial year from 1 January 2020. The adoption of these revised accounting policies did not give rise to any significant change to the financial statements.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group has adopted the new or revised International Financial Reporting Standards ("IFRS") which came into effect this financial year from 1 January 2020. The adoption of these revised accounting policies did not give rise to any significant change to the financial statements.

6. Earnings / (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.

Loss per ordinary share for the periods based on loss attributable to owners of the Company on 1(a) above

	Six months / second half year ended 31 December		Year ended 31 December	
	2020	2019	2020	2019
Based on weighted average number of ordinary shares in issue (US cents)				
- Basic	0.82	0.04	0.66	(0.83)
- Fully diluted (Note e) (Note f)	0.82	0.04	0.66	(0.83)
Weighted average number of ordinary shares for the purpose of basic earnings per ordinary share (Note g)	221,987,408	224,114,229	222,115,116	225,676,792
Effect of dilutive share options	274,188	76,564	189,875	-
Weighted average number of ordinary shares for the purpose of diluted earnings per ordinary share	<u>222,261,596</u>	<u>224,190,793</u>	<u>222,304,991</u>	<u>225,676,792</u>

Note e: Diluted effect on earnings per share referred to share options granted to the participants under the Company's Share Option Scheme remained outstanding as at the end of the year or the period under review.

Note f: No adjustment had been made to the basic loss per share amounts presented for the year ended 31 December 2019 in respect of a dilution as the impact of the share options outstanding during the year had an anti-dilutive effect on the basic loss per share amounts presented.

Note g: The weighted average number of ordinary shares was computed after adjusting for the effect of treasury shares held by the Company.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current financial period reported on and (b) immediately preceding financial year.

	31 December 2020	31 December 2019
Net asset value per ordinary share, excluding treasury shares (US cents)		
- The Group	23.24	22.69
- The Company	11.80	12.32

The calculation of the net asset value per ordinary share was based on total number of 221,987,408 (31 December 2019: 223,190,008) ordinary shares (excluding treasury shares).

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following: (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors, and (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

STATEMENT OF PROFIT AND LOSS

For the year ended 31 December 2020 ("FY2020"), the Group saw an increase in revenue by US\$10.3 million to US\$111.8 million as compared to the revenue of US\$101.5 million in the year ended 31 December 2019 (FY2019). The increase in revenue was mainly due to the growth in the LCD Backlight Units segment, particularly for orders of larger-sized LCD backlight units used in the digital instrument panels of premium

automobile and displays of ultrathin notebook computers. The growth in this segment offset the loss in revenue from the other segments caused by the outbreak of Novel Coronavirus (“COVID-19”) which halted work at the Group’s plants in China due to a blanket requirement for the selected provinces to cease production in the beginning of the financial year under review. The COVID-19 pandemic also disrupted the Group’s supply chains by making locally manufactured accessory materials in short supply and prohibited the workers in the affected areas from reporting duty to the Group’s factories. These pandemic-related restrictions negatively impacted production and hence the revenue for the year under review. However, through the increase in the utilisation rate and the deployment of more efficient equipment and methods, the Group’s gross profit improved by US\$2.3 million from US\$20.2 million in FY2019 to US\$22.5 million in FY2020. The gross profit margin of the Group increased to 20.2% in FY2020, as compared to 19.9% in FY2019.

Other operating income for FY2020 decreased by US\$0.7 million to US\$1.4 million (FY2019: US\$2.1 million) in the absence of impairment losses written back. This amount mainly comprised government subsidies, reduction in rent, interest income earned and foreign exchange gains. In the area of expenses in FY2020, distribution expenses increased by US\$1.1 million to US\$3.3 million (FY2019: US\$2.2 million) while administrative expenses decreased by US\$1.9 million to US\$16.7 million (FY2019: US\$18.6 million). The higher distribution expenses were mainly attributable to the increase in packing materials used for larger sized LCD backlight units and their higher transportation costs. The decrease in administrative expenses was caused by the cost control measures on wages-related expenses and the reduction in other operating expenses. Finance costs remained low for the year under review as the Group continues to strictly uphold its low gearing policy despite the current low interest environment.

The Group’s associated company, which is still in its development phase, incurred a loss in FY2020 and the Group shared an operating loss of US\$0.2 million (FY2019: US\$1.9 million) accordingly.

Income tax expense for FY2020 increased by US\$0.6 million to US\$1.9 million as compared to US\$1.3 million for FY2019. The high effective tax rate was attributable to tax credit from the loss-making subsidiaries not being able to fully offset the income tax payable from the profit-making subsidiaries.

In FY2020, the Group recorded a profit before income tax of US\$3.4 million (FY2019: Loss before income tax of US\$0.6 million) and registered a profit after income tax of US\$1.5 million (FY2019: Loss after income tax of US\$1.9 million).

LCD Backlight Units (“LCD BLUs”)

In FY2020, revenue from the LCD Backlight Units segment increased 35.7% by US\$22.0 million to US\$83.7 million (FY2019: US\$61.7 million). The increase in revenue was due to the combination of both higher order volume and a higher average selling price on larger-sized LCD backlight units intended for use in displays of digital instrument panels of premium automobiles and ultrathin notebook computers. As such, there was a 132.0% increase in operating profit from previous year to US\$5.8 million in FY2020 (FY2019: US\$2.5 million).

In terms of quantity, the total number of units sold for the period under review was 7.6 million units (FY2019: 7.5 million units) with details in various size as below:

Unit in million	FY2020	FY2019	% change
Below 5 inches	1.2	2.9	-58.6
5 to 8 inches	2.4	2.1	+14.3
Over 8 inches	4.0	2.5	+60.0
Total	7.6	7.5	+1.3

LCD BLUs over 8 inches accounted for 86.0% (FY2019: 67.6%) of the segment revenue, of which 43.3% (FY2019: 31.2%) were for digital instrument panels of premium automobiles and 42.7% (FY2019: 36.4%) for displays of ultrathin notebook computers, respectively. In terms of quantity, 2.4 million units sold in FY2020 (FY2019: 1.5 million) was related to digital instrument panels of premium automobiles while 1.6 million units sold (FY2019: 1.0 million) went to ultrathin notebook computers.

Office Automation

The revenue from this segment dropped by US\$8.0 million to US\$13.2 million in FY2020 as compared to US\$21.2 million in FY2019. The segment recorded a small operating profit of US\$0.1 million in FY2020 as compared to an operating profit of US\$1.2 million in FY2019. The decrease in both revenue and operating result were attributable to the aforementioned COVID-19-related disruption.

LCD Parts and Accessories

The sales for the LCD Parts and Accessories segment decreased by US\$3.0 million from US\$16.8 million in FY2019 to US\$13.8 million in FY2020. The reduction in revenue was mainly due to the ongoing US-China trade tensions, in which OEM business volume reduced by US\$5.8 million from US\$8.6 million in FY2019 to US\$2.8 million in FY2020. The revenue in the LCD Parts and Accessories business increased by US\$2.8 million from US\$8.2 million in FY2019 to US\$11.0 million in FY2020 as a strong demand for related parts and accessories of LCD displays. The segment booked an operating profit of US\$1.2 million for FY2020 as compared to an operating profit of US\$0.8 million in FY2019.

Other Segment

The other segment mainly includes the food and beverage business as well as the life science business. A revenue of US\$1.1 million was generated in this segment for FY2020 (FY2019: US\$1.7 million). As the Life Science division is presently in its initial development stage, the segment recorded an operating loss of US\$0.03 million in FY2020 (FY2019: US\$0.2 million).

STATEMENT OF FINANCIAL POSITION

As at 31 December 2020, the Group's total assets and liabilities stood at US\$102.3 million and US\$50.7 million respectively, as compared to US\$88.0 million and US\$37.4 million as at 31 December 2019.

Current assets rose 18.0% to US\$88.3 million as at 31 December 2020 as compared to US\$74.8 million as at 31 December 2019. Cash and bank balances increased 15.8% by US\$4.5 million to US\$33.0 as at 31 December 2020 as compared to US\$28.5 million as at 31 December 2019.

Associated with the rise in revenue for FY2020, particularly the recovery in orders of LCD backlight units, inventory increased from US\$9.9 million as at 31 December 2019 to US\$13.5 million as at 31 December 2020, which are needed to fulfil the orders in coming months. As a result of the increase in business, trade receivables also increased 11.9% by US\$3.8 million from US\$31.9 million as at 31 December 2019 to US\$35.7 million as at 31 December 2020. Except for the longer credit term of 120 days offered to our key customer, there was no material change in the credit term of 60 days to 90 days offered to customers in general.

Other receivables and prepayments of US\$3.3 million (31 December 2019: US\$2.4 million) mainly represented other debtors, utility deposits, prepaid expenses, value added tax recoverable and sales tax prepaid. During the year under review, the Group has provided financial support in terms of interest-bearing loans to A Biotech Co., Limited, an associated company of the Group, for its research and development of commercial applications of its antibody library. As such, the amounts due from associate increased from US\$0.5 million as at 31 December 2019 to US\$1.3 million as at 31 December 2020. Loans and other receivables of US\$1.5 million represented the sales proceeds for the disposal of interest in a subsidiary of which the payment was overdue, and action has been taken to recover the outstanding debt.

The non-current assets of the Group stood at US\$14.0 million as at 31 December 2020 (31 December 2019: US\$13.2 million). Also included in property, plant and equipment of US\$6.8 million as at 31 December 2020 (31 December 2019: US\$6.5 million) was newly purchased equipment and leasehold improvement mainly in the Group's factory in the Philippines, amounting to US\$1.3 million, which was netted off against the depreciation charge of US\$1.2 million and the foreign currency translation effect of US\$0.2 million. During the year under review, there are amortisation of right-of-use assets amounting to US\$1.7 million and new leases or modification to the existing leases amounting to US\$2.0 million. With the foreign currency translation effect of US\$0.2 million, the net effect of these two factors increased the right-of-use assets from US\$3.4 million as at 31 December 2019 to US\$3.9 million as at 31 December 2020. The equity investments designated at fair value through other comprehensive income included the equity investment in a Korean company, which offered the Group the manufacturing and distribution rights for its products, and listed shares in Japan. Investment in associates represented our investment in A Biotech Co., Limited, which is a company incorporated in Korea that has incurred losses as it is still in the development phase.

Total liabilities as at 31 December 2020 rose to US\$50.7 million, representing an increase of US\$13.3 million over FY2020 (31 December 2019: US\$37.4 million). In relation to the right-of-use assets as mentioned above, there were lease liabilities of US\$4.0 million as at 31 December 2020 (31 December 2019: US\$3.5 million), of which US\$1.7 million was payable within one year and was classified under current liabilities (31 December 2019: US\$1.5 million). During the years under review, there was repayment of leased liabilities amounting to US\$1.7 million (FY2019: US\$1.4 million).

As explained in the statement of cash flows, the Group redrew bank borrowings amounting to US\$20.6 million while settling bank borrowings amounting to US\$16.9 million with net proceeds of US\$3.7 million during FY2020. Total outstanding bank borrowings was US\$13.2 million as at 31 December 2020 (31 December 2019:

US\$9.5 million) for general working capital and financing purposes.

The trade payables were substantially increased by US\$8.4 million to US\$27.8 million as at 31 December 2020 (31 December 2019: US\$19.4 million) for the year under review. The increase was mainly due to the purchases of raw materials near year-end for sales orders in coming quarters. There was no material change in the credit terms offered by the Group's suppliers and the settlement was done in accordance with the agreed credit terms. Other payables and accruals, mainly representing wages payable and other payables for operating expenses, slightly increased by US\$0.5 million from US\$3.3 million as at 31 December 2019 to US\$3.8 million as at 31 December 2020.

The income tax for FY2020 was provided and adjusted under tax rules of various jurisdictions. The income tax charge net of payment for the period under review had increased the income tax payable by US\$0.1 million to US\$0.6 million (31 December 2019: US\$0.5 million).

Included in the non-current liabilities were retirement benefit obligations for directors in the Group's subsidiaries in Japan and deferred tax liabilities related to the withholding tax on dividends from the profit-making subsidiaries in China and the tax effects of temporary differences between the carrying amounts of assets or liabilities and their tax bases.

STATEMENT OF CASH FLOWS

During the year under review, the Group generated operating cash flow of US\$6.4 million, up 113.3 % from the previous year (FY2019: US\$3.0 million). Net cash generated from operating activities amounting to US\$5.1 million (FY2019: net cash used in operating activities amounting to US\$2.5 million). In the prior year, the cash generated from the operation was utilised in funding the prolonged credit terms offered to the Group's key customers. As this situation had been stabilised, the Group was able to generate net cash inflow from operation. During FY2020, the Group paid income tax amounting to US\$1.6 million (FY2019: US\$1.4 million).

For investing activities, there was net cash outflow of US\$1.0 million (FY2019: US\$1.1 million) over the year under review. The outflow was mainly attributable to purchases of property, plant and equipment amounting to US\$1.3 million (FY2019: US\$2.2 million), net of the receipt of interest income of US\$0.2 million and restricted bank deposits of US\$0.1 million (FY2019: Receipt of interest income of US\$0.4 million and loan and receivable of US\$0.7 million).

For financing activities, there was a net cash outflow of US\$0.7 million over the year under review (FY2019: US\$3.6 million). The financing activities mainly included the net bank borrowings amounting to US\$3.7 million during FY2020 (FY2019: US\$1.1 million). The Group purchased its shares under Shares Purchase Mandate amounting to US\$0.2 million (FY2019: US\$0.6 million), and repaid lease liabilities amounting to US\$1.8 million (FY2019: US\$1.6 million). In addition, the Group paid dividends of US\$2.4 million for FY2020 (FY2019: US\$2.5 million).

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

Not applicable.

10. 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.

Business Environment

For the year under review, the Group's continues to face a challenging business environment with external headwinds. The Group already operates in an industry with intense price competition and shortening product life cycles. However, this is further exacerbated by US-China trade tensions and the global economic effects of the COVID-19 pandemic.

The Group's OEM operations in the Philippines continue to be delayed due to COVID-19-related travel restrictions. To avoid further delays, the Group has subcontracted the work to temporary production facilities in Thailand. As soon as COVID-19 lockdown and travel restrictions are lifted in the Philippines, preparation for mass production operations such as hiring and training of workers and the obtaining of the necessary ISO certifications for the factory can re-commence. The typical time between a resumption of operations and commencement of mass production is approximately two to three months.

Despite the aforementioned challenges, the Group will continue to work with its customers to develop new products, grow its other businesses to diversify its revenue streams, and explore alternative manufacturing locations to reduce exposure to US-China trade tensions, as well as explore any new business opportunities.

The Group does not see any going concern issue and continues to maintain a healthy financial position and liquidity. So far, neither the Group nor any of its counterparties have exercised temporary relief, force majeure clauses or termination of contractual obligations for material contracts. In addition, the Group does not see any threats to contractual rights or its ability to fulfil its obligations of any material contracts.

Business Segment Outlook

For the financial year under review, the Group continued to receive orders for larger-sized LCD backlight units used in digital instrument panels of premium automobiles and ultrathin notebook computers. The demand for larger-sized LCD backlight units used in digital instrument panels of premium automobiles is rising as more of these displays become commonplace in mainstream automobiles. The Group is well-positioned to continue serving this growing market for large-sized LCD backlight units, due to its competitive advantages.

Firstly, the key customer recognises our superior product quality, where we rank the highest in product quality among their suppliers for LCD backlight units. Secondly, the Group provides our customers with superior service support with its Japan and China offices in close proximity to the key customer's head offices and factories. This allows for a quick response time to provide technical support, facilitate production planning, and address quality issues if any. This superior service level allows the Group to perform higher value-added activities with its key customer such as product development and design for their light guide panels and LCD backlight units for automobile digital instrument panels. Thirdly, the Group has readily available production capacity to scale up in accordance with the customer's demand and has a good track record for a competitiveness.

Meanwhile, both the Office Automation, and LCD Parts and Accessories segments continue to face intense price competition, as well as lower revenue due to model obsolescence or being phased out. Both segments have been taking measures to maintain profitability, and are anticipated to remain stable in the coming financial year as the Group expects a stable inflow of orders for parts for existing models of office automation, mobile phones and ultrathin notebook computers.

The OEM business for mobile payment devices, which is a subset of the LCD Parts and Accessories segment, likewise faces stiffer price competition from other PRC suppliers. In response, the Group has streamlined and removed non-competitive models and is shifting the bulk of its operations to a new facility in the Philippines. However, while COVID-19 pandemic-related restrictions remain in place in the Philippines, production has been subcontracted to a partner in Thailand as the Group's main customer for mobile point-of-sale devices has increased its order volume substantially, which is comparable to the levels before US-China trade tensions, for the coming two quarters.

For the life sciences business, the Group's subsidiary, GSP Enterprise Inc. ("GSP"), is actively working on the development of new antibody drugs using its antibody library. The joint research efforts of the team which includes GSP, ABio, and the Group's subsidiary, Tomoike Bio Limited with Okayama University has successfully obtained a patent in Japan for an antibody that targets cancer stem cells. Under various co-operation agreements with A Biotech Company Limited ("ABio"), an associated company of the Group, in-vitro studies by ABio have demonstrated that antibodies screened from GSP's antibody library, targets specific cancer cells, showing potential applications for anticancer drugs. ABio plans to outsource certain pipeline efficacy studies in mice for independent third-party evaluation with a trial is expected to begin in the first half of FY2021 and conclude within a three to four-month timeframe.

Managing Risks and Looking Forward

The Group continues to right-size its operations with the aim of managing costs and increasing economies of scale. At the same time, the Group has to be nimble to mitigate external challenges and risks such as an escalation of US-China trade tensions, with its establishment of a new 21,500 square foot production facility in the Philippines. With the facility already outfitted with production equipment, the hiring and training of workers can commence once COVID-19 related travel restrictions are lifted and the facility can be operational within two to three months.

The Group continues to explore and to have discussions with potential customers of its Office Automation and LCD Parts and Accessories segments to diversify into new products. These initiatives would safeguard the utilization of the Group's key manufacturing assets and would reserve its value drivers, in order to avoid any material assets impairment at the year-end reporting.

To safeguard its employees against COVID-19, the Group has established the necessary precautions such as facemask-wearing, cleaning and sanitization, and temperature monitoring for its workers in China. The Company will also continue to follow any Chinese Government directives to deal with COVID-19. The Group still faces an extremely challenging outlook for the current financial year with a slowing global economy in the wake of the COVID-19 pandemic.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? Yes

Name of Dividend	Interim	Final
Dividend Type	Cash	Cash
Dividend Amount per Share	0.4 US cent per ordinary share	0.7 US cent per ordinary share
Tax Rate	Tax not applicable	Tax not applicable

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes

Name of Dividend	Interim	Second Interim
Dividend Type	Cash	Cash
Dividend Amount per Share	0.4 US cent per ordinary share	0.7 US cent per ordinary share
Tax Rate	Tax not applicable	Tax not applicable

(c) Date payable

To be determined later.

(d) Record date

To be determined later.

12. If no dividend has been declared / recommended, a statement to that effect.

Not applicable. Dividends have been recommended for shareholders' approval at the forthcoming annual general meeting.

13. Confirmation by the issuer in compliance with Rule 720(1)

The Company has procured the undertakings in the format set out in Appendix 7.7 from all the Directors and Executive Officers.

14. **If 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.**

The Group does not have a general mandate from shareholders for IPTs. The IPTs for the financial year are as follows:

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 during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
		US\$'000	US\$'000
Mr. YOSHIMI Koichi - Interest on outstanding consideration of disposal of 280,000 shares of A Biotech Co., Limited	Associate of controlling shareholder	60	-
A Biotech Co., Limited - Provision of financial assistance - Interest on financial assistance	Associate of controlling shareholder	1,350 39	- -
Total		1,449	-

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3, Q4 or Half Year Results)

15. **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

CDW Holding Limited

Business segment for the financial year ended 31 December 2020

The Group is organized into four reportable operating segments as follows:

- i) LCD backlight units – Manufacturing of LCD backlight units for LCD module
- ii) Office automation – Manufacturing and trading of parts and precision accessories for office equipment and electrical appliances
- iii) LCD parts and accessories – Manufacturing and trading of parts and precision accessories for LCD module and of mobile payment devices
- iv) Others – Other businesses including general trading, food and beverage business and life sciences

	LCD backlight units	Office automation	LCD parts and accessories	Others	Eliminations	Consolidated
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Revenue						
External sales	83,664	13,177	13,840	1,145	-	111,826
Inter-segment sales	-	410	1,008	-	(1,418)	-
Total revenue	83,664	13,587	14,848	1,145	(1,418)	111,826
Results						
Segment result	5,798	125	1,176	(29)		7,070
Unallocated corporate expense						(3,317)
Operating profit						3,753
Interest income						160
Finance costs						(294)
Share of loss of an associate						(219)
Gain on disposal of a subsidiary						4
Loss before income tax						3,404
Income tax expense						(1,930)
Profit after income tax						1,474
Assets						
Segment assets	65,908	12,829	18,217	1,321	(481)	97,794
Unallocated assets						4,552
Consolidated total assets						102,346
Liabilities						
Segment liabilities	23,770	4,137	3,822	207	(481)	31,455
Bank borrowings, finance leases and lease liabilities						17,248
Unallocated liabilities						2,043
Consolidated total liabilities						50,746
Other information						
Capital expenditure	860	30	439	4		1,333
Right-of-use assets	1,879	99	47	-		2,025
Depreciation of property, plant and equipment	784	168	291	10		1,253
Depreciation of right-of-use assets	885	302	464	40		1,691
Decrease in allowance for inventories	(289)	(63)	(33)	-		(385)

Business segment for the financial year ended 31 December 2019

	LCD backlight units US\$'000	Office automation US\$'000	LCD parts and accessories US\$'000	Others US\$'000	Eliminations US\$'000	Consolidated US\$'000
Revenue						
External sales	61,744	21,179	16,817	1,747	-	101,487
Inter-segment sales	-	329	-	-	(329)	-
Total revenue	61,744	21,508	16,817	1,747	(329)	101,487
Results						
Segment result	2,460	1,185	835	(202)	-	4,278
Unallocated corporate expense						(3,157)
Operating loss						1,121
Interest income						422
Finance costs						(278)
Share of loss of an associate						(1,857)
Loss before income tax						(592)
Income tax expense						(1,277)
Loss after income tax						(1,869)
Assets						
Segment assets	47,167	19,187	16,448	1,629	(200)	84,231
Unallocated assets						3,785
Consolidated total assets						88,016
Liabilities						
Segment liabilities	13,791	5,485	3,262	219	(200)	22,557
Bank borrowings, finance leases and lease liabilities						12,998
Unallocated liabilities						1,818
Consolidated total liabilities						37,373
Other information						
Capital expenditure	380	511	1,230	38		2,159
Right-of-use assets	557	642	1,509	50		2,758
Depreciation of property, plant and equipment	635	396	363	16		1,410
Depreciation of right-of-use assets	257	244	361	86		948
Increase / (Decrease) in allowance for inventories	60	51	66	(44)		133

Geographical Segment for the year ended 31 December 2020 and 2019

	Turnover		Non-Current Assets		Capital Expenditure	
	Year ended 31 December		Year ended 31 December		Year ended 31 December	
	2020 US\$'000	2019 US\$'000	2020 US\$'000	2019 US\$'000	2020 US\$'000	2019 US\$'000
Hong Kong	12,012	13,372	809	1,396	24	16
The PRC	81,240	73,270	6,288	5,450	896	1,188
Japan	18,261	14,329	2,437	2,222	57	88
The Philippines	313	516	1,493	1,176	356	867
Total	111,826	101,487	11,027	10,244	1,333	2,159

Non-current assets are mainly comprised property, plant, equipment and deposits.

Information about major customer

Revenue from one key customer which has transactions with all segments accounted for 54.1% of the total revenue for the year ended 31 December 2020 (Year ended 31 December 2019: 44.3%).

16. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Please refer to paragraph 8 for the factors leading to any material changes in contribution to revenue and earnings by business segments. In terms of geographical segments, the Group was generating revenue mainly in Hong Kong, the PRC and Japan. Revenue in Hong Kong, the PRC and Japan accounted for 10.7%, 72.6% and 16.3% of the total revenue respectively. Total revenue increased by 10.2% to US\$111.8 million for the year ended 31 December 2020 as compared to the corresponding period in the previous year.

As at 31 December 2020, non-current assets located in Hong Kong, the PRC and Japan accounted for 7.3%, 57.0% and 22.1% of the total non-current assets of the Group respectively. During the year ended 31 December 2020, the Group invested a total capital expenditure of US\$1.3 million for the purchase of equipment in Hong Kong, the PRC, Japan, and the Philippines, and they are mainly for the purposes of replacement and new business.

17. A breakdown of sales

	Year ended 31 December		
	2020 US\$'000	2019 US\$'000	% Increase / (Decrease)
Sales reported for the first half year	49,513	45,117	9.7%
Sales reported for the second half year	62,313	56,370	10.5%
Operating loss after income tax for the first half year	(352)	(1,968)	(82.1%)
Operating profit after income tax for the second half year	1,826	99	1,744.4%

18. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

Annual Dividend (in US\$'000)	Year ended 31 December 2019	Year ended 31 December 2018
Ordinary dividend		
- Interim	896	911
- Final	1,554	1,591
Total	2,450	2,502

19. Disclosure of person occupying a managerial position in the issuer or 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

Pursuant to Rule 704(13) of the Listing Manual of Singapore Exchange Securities Trading Limited, CDW Holding Limited (the "Company") confirms that, to the best of our knowledge to date, there is no person occupying a managerial position in the Company, or in any of its principal subsidiaries, who is a relative of a Director or the Chief Executive Officer or a Substantial Shareholder of the Company.

BY ORDER OF THE BOARD

YOSHIKAWA Makoto
Chairman and Chief Executive Officer

DY MO Hua Cheung, Philip
Executive Director

2 March 2021