



TREK 2000 INTERNATIONAL LTD (Registration Number 199905744N)

First Quarter of FY2019 Financial Statements

PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

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

UNAUDITED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2019

(i) Consolidated Income Statement

	First Quarter		Increase/ (Decrease) %
	2019 US\$'000	2018 US\$'000	
Revenue	4,293	8,396	(48.9)
Cost of sales	(4,090)	(7,201)	(43.2)
Gross profit	203	1,195	(83.0)
Other items of income:			
Interest income	230	322	(28.6)
Other income	526	209	151.7
Other items of expense:			
Research and development	(152)	(281)	(45.9)
Marketing and distribution	(345)	(332)	3.9
General administration	(352)	(507)	(30.6)
Other expenses	–	(13)	(100.0)
Profit before income tax [1]	110	593	(81.5)
Income tax expense	–	(11)	(100.0)
Profit for the period	110	582	(81.1)
Profit/(loss) for the period attributable to:			
Owners of the Company	112	552	(79.7)
Non-controlling interests	(2)	30	N.M.
	110	582	(81.1)
Earnings per share attributable to owners of the Company (expressed in cents per share):			
– Basic	0.03	0.17	
– Diluted	0.03	0.17	

(ii) Breakdown and Explanatory Notes to Consolidated Income Statement

[1] Profit before income tax is stated after (charging)/crediting the following:

	First Quarter		Increase/ (Decrease) %
	2019 US\$'000	2018 US\$'000	
Interest income from:			
– Short-term deposits	120	97	23.7
– Quoted investments	110	225	(51.1)
Depreciation of property, plant and equipment	(45)	(65)	(30.8)
Amortisation of intangible assets	(9)	(20)	(55.0)
Reversal of stock obsolescence	–	36	(100.0)
Net foreign exchange gain	54	198	(72.7)
Loss on disposal of investment	–	(13)	(100.0)
Gain on fair value of investment	355	–	100.0

PS: N.M. – Not Meaningful

Statement of consolidated comprehensive income statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial period

	Group		
	1 st Quarter FY2019 US\$'000	1 st Quarter FY2018 US\$'000	Increase/ (Decrease) %
Profit for the period	110	582	(81.1)
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss			
Fair value changes on quoted investments	478	(467)	N.M.
Foreign currency translation	(19)	(21)	(9.5)
Other comprehensive income for the period, net of tax	459	(488)	N.M.
Total comprehensive income for the period	569	94	505.3.
attributable to:			
Owners of the Company	571	64	792.2
Non-controlling interests	(2)	30	N.M.
	569	94	505.3

PS: N.M. – Not Meaningful

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

BALANCE SHEETS AS AT	GROUP		COMPANY	
	31 Mar 2019 US\$'000	31 Dec 2018 US\$'000	31 Mar 2019 US\$'000	31 Dec 2018 US\$'000
Non-current assets				
Property, plant and equipment	1,268	1,309	2	3
Intangible assets	1,411	1,367	181	177
Investment in subsidiaries	–	–	1,584	1,583
Investment in associates	–	–	5	5
Quoted investments	11,050	10,571	11,050	10,571
Unquoted investments	4,030	–	4,030	–
	17,759	13,247	16,852	12,339
Current assets				
Inventories	4,421	3,396	–	–
Trade and other receivables	2,047	675	2,128	5,135
Prepayments	102	108	59	54
Quoted investments held for trading	6,167	5,812	6,167	5,812
Unquoted investments held for trading	618	618	618	618
Short term deposits	18,827	21,825	6,495	7,058
Cash at banks and on hand	1,231	3,864	104	414
	33,413	36,298	15,571	19,091
Total assets	51,172	49,545	32,423	31,430
Current liabilities				
Trade payables and accruals	28	25	23	21
Other payables	3,500	3,033	498	451
Income tax payable	1,479	832	–	–
	5,007	3,890	521	472
Net current assets	28,406	32,408	15,050	18,619
Non-current liabilities				
Deferred taxation	25	25	–	–
	25	25	–	–
Total liabilities	4,495	3,915	521	472
Net assets	46,140	45,630	31,902	30,958
Equity attributable to the owners of the Company				
Share capital	37,829	37,829	37,829	37,829
Treasury shares	(381)	(322)	(381)	(322)
Revenue reserve	2,606	2,494	(6,553)	(7,078)
Capital reserve	2,717	2,717	–	–
Asset revaluation reserve	1,056	1,056	–	–
Translation reserve	51	70	–	–
Other reserves	919	490	1,007	529
	44,797	44,334	31,902	30,958
Non-controlling interests	1,343	1,296	–	–
Total equity	46,140	45,630	31,902	30,958
Total equity and liabilities	50,635	49,545	32,423	31,430

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 March 2019		As at 31 December 2018	
US\$'000		US\$'000	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Amount repayable after one year

As at 31 March 2019		As at 31 December 2018	
US\$'000		US\$'000	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Details of any collateral:

Not applicable.

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

CONSOLIDATED CASH FLOW STATEMENT for the 3 months periods ended 31 March

	FY2019	FY2018
	US\$'000	US\$'000
Cash flow from operating activities:		
Profit before income tax	110	593
Adjustments for:		
Amortisation of intangible assets	9	20
Depreciation of property, plant and equipment	45	65
Gain on fair value of investment	(355)	–
Loss on disposal of a quoted investment	–	13
Reversal of stock obsolescence	(485)	(36)
Interest income	(230)	(322)
Unrealised foreign exchange gain	(19)	(20)
Operating (loss)/profit before changes in working capital	(925)	313
Increase in trade and other receivables, and prepayments	(1,366)	(911)
Increase in inventories	(4)	(2,101)
(Decrease)/Increase in trade and other payables	(67)	1,811
Cash used in operating activities	(2,362)	(888)
Income tax refunded/(paid)	647	(317)
Interest received	120	97
Net cash used in operating activities	(1,595)	(1,108)
Cash flow from investing activities		
Proceeds from disposal of property, plant and equipment	–	–
Proceeds from disposal of quoted investments	–	281
Purchase of property, plant and equipment	(4)	(19)
Purchase of quoted investments	–	(764)
Purchase of unquoted investments	(4,030)	–
Payment for patent and trademark registration expenses	(13)	(28)
Payment for development expenditures	(40)	–
Interest income from quoted investments	110	225
Net cash used in investing activities	(3,977)	(305)
Cash flow from financing activities		
Purchase of treasury shares	(59)	–
Net cash used in financing activities	(59)	–
Net decrease in cash and cash equivalents	(5,631)	(1,413)
Cash and cash equivalents at beginning of period	25,689	36,978
Cash and cash equivalents at end of period	20,058	35,565

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

	31 Mar	31 Mar
	2019	2018
	US\$'000	US\$'000
Cash at banks and on hand	1,231	11,111
Short-term deposits	18,827	24,454
	20,058	35,565

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

	Attributable to owners of the Company							Total US\$'000	Non- Controlling Interests US\$'000	Total Equity US\$'000
	Share Capital US\$'000	Treasury Shares US\$'000	Revenue Reserve US\$'000	Capital Reserve US\$'000	Asset Revaluation Reserve US\$'000	Translation Reserve US\$'000	Other Reserves US\$'000			
THE GROUP										
Balance as at 1 January 2018	37,829	(263)	6,126	2,717	1,056	(586)	1,431	48,310	1,351	49,661
Total comprehensive income for the period	–	–	552	–	–	(21)	(467)	64	30	94
Balance as at 31 March 2018	37,829	(263)	6,678	2,717	1,056	(607)	964	48,374	1,381	49,755
Balance as at 1 January 2019	37,829	(322)	2,494	2,717	1,056	70	490	44,334	1,296	45,630
Purchase of treasury shares	–	(59)	–	–	–	–	–	(59)	–	(59)
Adjustments to Non- Controlling Interests	–	–	–	–	–	–	(49)	(49)	49	–
Total comprehensive income for the period	–	–	112	–	–	(19)	478	571	(2)	569
Balance as at 31 March 2019	37,829	(381)	2,606	2,717	1,056	51	919	44,797	1,343	46,140
THE COMPANY										
Balance as at 1 January 2018	37,829	(263)	(9,961)	–	–	–	1,470	29,075		
Total comprehensive income for the period	–	–	(19)	–	–	–	(467)	(486)		
Balance as at 31 March 2018	37,829	(263)	(9,980)	–	–	–	1,003	28,589		
Balance as at 1 January 2019	37,829	(322)	(7,078)	–	–	–	529	30,958		
Purchase of treasury shares	–	(59)	–	–	–	–	–	(59)		
Total comprehensive income for the period	–	–	525	–	–	–	478	1,003		
Balance as at 31 March 2019	37,829	(381)	(6,553)	–	–	–	1,007	31,902		

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 as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

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

During the first quarter ended 31 March 2019 ("1QFY2019"), no share options were granted under the Trek 2000 International Share Options Scheme 2011.

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

	First Quarter Ended	
	FY2019 No. of share options	FY2018 No. of share options
Unexercised share options		
Balance as at 1 January	3,830,000	3,880,000
Share options forfeited during the period	–	–
Balance as at 31 March	3,830,000	3,880,000

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.

As at 31 March 2018, the share capital of the Company (excluding treasury shares) is as follows:

Ordinary shares issued and fully paid	No. of shares	US\$
Balance as at 1 January 2019	322,026,825	37,507,055
Movement in ordinary shares during the period	(795,100)	(59,380)
Balance as at 31 March 2019	321,231,725	37,447,675

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 period under review, no new treasury shares were acquired by the Company to acquire shares pursuant to the Share Purchase Mandate to be held as "Treasury Shares".

	Group		Company	
	No. of shares	US\$	No. of shares	US\$
Balance as at 1 January 2019	2,090,100	321,886	2,090,100	321,886
Purchase of shares held as Treasury Shares	795,100	59,380	795,100	59,380
Balance as at 31 March 2019	2,885,200	381,266	2,885,200	381,266

	Group		Company	
	No. of shares	US\$	No. of shares	US\$
Balance as at 1 January 2018	1,229,000	262,755	1,229,000	262,755
Purchase of shares held as Treasury Shares	-	-	-	-
Balance as at 31 March 2018	1,229,000	262,755	1,229,000	262,755

2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagement to Review Financial Statements), or an equivalent standard or practice.

The above figures have not been audited or reviewed by its auditors.

3. Whether 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 recently audited annual financial statements have been applied

Except as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period as compared to the audited financial statements for the year ended 31 December 2018.

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/revised SFRS(I)s that are effective for annual periods beginning on or after 1 January 2019. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective SFRS(I)s, SFRS(I) Interpretations and amendments to SFRS(I)s.

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 (cont'd)

The following are the new or amended SFRS(I)s and SFRS(I) Interpretations that are relevant to the Group:

- SFRS(I) 16 *Leases*; and
- SFRS(I) INT 23 *Uncertainty over Income Tax Treatments*.

The adoption of the above SFRS(I)s, SFRS(I) Interpretations and amendments to SFRS(I)s did not have any significant impact on the financial statements of the Group except for the following:

SFRS(I) 16

SFRS (I) replaces accounting requirements introduced more than 30 years ago in accordance with FRS 17 Leases that are no longer considered fit for purpose and is a major revision of the way in which companies where it is required lessees to recognise most leases on their balance sheets. Lessor accounting is substantially unchanged from current accounting in accordance with FRS 17. SFRS(I) 16 Leases will be effective for accounting periods beginning on or after 1 January 2019.

The Group enters into commercial leases on certain motor vehicles, office equipment and rental of office spaces. These leases have an average tenure of between three and six years with no renewal option or contingent rent provision included in the contracts. These operating leases are recognised as “Right of Use” (“ROU”) assets with corresponding lease liabilities in the statement of financial position under the new standard.

SFRS(I) INT 23

The interpretation provides guidance on considering uncertain tax treatments separately or together, examination by tax authorities, the appropriate method to reflect uncertainty and accounting for changes in facts and circumstances. The interpretation is effective for annual reporting periods beginning on or after 1 January 2019, but certain transition reliefs are available.

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

THE GROUP	First Quarter Ended	
	FY2019	FY2018
(Loss)/Profit net of tax attributable to ordinary equity holders of the Company used in computation of basic earnings per share (US\$'000)	112	552
Weighted average number of ordinary shares for basic earnings per share computation (in '000)	321,441	324,117
Weighted average number of ordinary shares for diluted earnings per share computation (in '000)	321,441	327,179
(Amount in USD cents)		
Earnings per ordinary share for the period after deducting any provision for preference dividends:-		
(i) Basic earnings per share (in cents)	0.03	0.17
(ii) Diluted earnings per share (in cents)	0.03	0.17

Note:

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

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

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 period reported on and (b) immediately preceding financial year

NET ASSET VALUE	GROUP		COMPANY	
	31 Mar 19	31 Dec 2018	31 Mar 19	31 Dec 2018
Number of ordinary shares (in'000)	321,232	322,027	321,232	322,027
(Amount in USD cents)				
Net asset value per ordinary share based on issued share capital at the end of the period	13.95	13.77	9.93	9.61

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

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

For 1QFY2019, the Group reported a 48.9% quarter on quarter ("qoq") decrease in revenue from US\$8.4 million for 1QFY2018 to US\$4.3 million. Gross profit decreased by 83% from US\$1.2 million in 1QFY2018 to US\$203,000 in 1QFY2019. The Group reported a net profit after tax attributable to owners of the Company of US\$112,000 in 1QFY2019, a decrease of 79.7% from 1QFY2018 (US\$552,000).

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

Revenue

The decrease in revenue of 48.9% in 1QFY2019 reflects the current weak economic situation.

Profitability

Gross profit margin decreased from 14.2% in 1QFY2018 to 4.7% in 1QFY2019. This was due mainly to lower sales and gross profit margin. Price pressures from the market continues to affect the industry resulting in the Group's reduced profit margin.

Other Items of Income

- Interest income decreased by 28.6% qoq in 1QFY2019 mainly due to the decrease in fixed deposits as the company purchased additional unquoted investments utilizing part of the fixed deposits in 1QFY2019.
- Other income increased from US\$209,000 in 1QFY2018 to US\$526,000 in 1QFY2019 mainly due to the gain on fair value of investments held for trading (US\$355,000) and GST tax refund (US\$100,000).

Expenses

The Group's total expenses amounted to US\$849,000 in 1QFY2019 (1QFY2018: US\$1.1 million) representing a decrease of 25.1% qoq. The factors contributing to the decreases are as follow:

- Research and development expenses reported a decrease of 45.9% qoq to US\$152,000 in 1QFY2019 (1QFY2018: US\$281,000). The decrease was mainly due to the lower expenses incurred and capitalization of expenses to intangible assets in 1QFY2019.
- Marketing and distribution expenses increased by 3.9% qoq to US\$345,000 in 1QFY2019 (1QFY2018: US\$332,000). This was mainly due to the increase in sales activities in the region in 1QFY2019.
- General administrative expenses decreased from US\$507,000 in 1QFY2018 to US\$352,000 in 1QFY2019 mainly due to lower professional fees and staff-related costs.
- No other expense was incurred in 1QFY2019 as compared to 1QFY2018 (US\$13,000). The expenses incurred in 1QFY2018 were mainly due to losses incurred upon disposal of our subsidiary, Racer Group.

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on (cont'd)**

Net profit after tax attributable to owners of the Company

The Group reported a net profit attributable to owners of the Company of US\$112,000 in 1QFY2019 (1QFY2018: US\$552,000) despite the challenging environment.

Other Financial Highlights

- **Property, plant and equipment** – The decrease in the Group's property, plant and equipment was mainly due to depreciation during the period.
- **Intangible assets** – The increase in Group's intangible assets was mainly due to capitalisation of development costs and patent expenses (US\$53,000), and these were partly offset by amortisation costs (US\$9,000) during the period.
- **Quoted investments** – The Group's investment in quoted investments in non-current asset and current assets increased by US\$479,000 and USD355,000 respectively in 1QFY2019 to US\$11.1 million and US\$6.2 million as at 31 March 2019 (31 December 2018: non-current asset of US\$10.6 million and current asset of US\$5.8 million). The increase was mainly due to the increased in the valuation of our investments attributable to a favourable bond and equity markets in 1QFY2019
- **Unquoted investments** – The Group invested in new unquoted investments of US\$4.0 million in 1QFY2019. Total investment in unquoted investment as at 31 March 2019 was US\$4.6 million (31 December 2018: US\$618,000), comprising of US\$4.0 million (31 December 2018: Nil) in non-current assets and US\$618,000 (31 December 2018: US\$618,000) in current assets for an unquoted fund that was held for trading.
- **Inventories** – The Group's inventories amounted to US\$4.4 million as at 31 March 2019, an increase of US\$1.0 million from 31 December 2018 (US\$3.4 million). Inventory turnover days in 1QFY2019 were 97 days (31 December 2018: 57 days).
- **Trade and other receivables** – The Group's trade and other receivables amounted to US\$2.1 million as at 31 March 2019 as compared to US\$675,000 as at 31 December 2018. Trade receivable turnover days in 1QFY2019 were 25 days (31 December 2018: 11 days).
- **Trade payables and accruals** – The Group's trade payables and accruals amounted to US\$28,000 as at 31 March 2019 as compared to US\$25,000 as at 31 December 2018.

Cashflow

The Group's cash and cash equivalent as at 31 March 2019 amounted to US\$20.1 million as compared to US\$25.7 million as at 31 December 2018, a decrease of US\$5.6 million. The main decrease in the cash position in 1QFY2019 was mainly due to the cash outflow from operating activities of US\$1.6 million, investing activities (which was mainly in unquoted investments) of US\$4.0 million, and purchase of Company's treasury shares of US\$59,000.

The cash outflow in operating activities of US\$1.6 million in 1QFY2019 arose mainly from the cash outflow from operations amounting to US\$925,000 and investments in working capital of US\$1.4 million, which was partly offset by the tax refund received of US\$647,000 and interest income of US\$120,000..

Other matters

Apart from the above, shareholders and investors are advised to refer to the cautionary statement set out in the Appendix on page 15.

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

The Group foresees the industry to remain challenging in the next 12 months as the current market situation is expected to continue. In this difficult period, the Group will be selective in exercising priority on projects based on their profitability, and dealing with customers.

Despite these challenges, the management is committed to exploring strategic partnerships to ensure the long-term sustainability of the Group's operations and continuing to penetrate the Internet of Things ("IoT") market in consumer wearable, medical and cloud technologies. The Group also continues to invest in R&D to stay relevant and sustainable in the dynamic market.

The Group will continue to maintain its healthy net cash and, quoted and unquoted investments position of US\$20.1 million and US\$21.9 million respectively as at 31 March 2019, and to better utilize this fund for business expansion and higher returns in the short and long term.

Other matters

Apart from the above, shareholders and investors are advised to refer to the cautionary statement set out in the Appendix on page 15.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? **NO**

(b) Corresponding Period of the Immediately Preceding Financial Year

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

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

The Company will not be declaring dividend as the Company continues to invest in research and development on the latest technology in the market. In addition, the Company is actively exploring opportunities for business expansion.

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

Other matters

Shareholders and investors are advised to refer to the cautionary statement set out in the Appendix on page 15.

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

The Company has not issued any interim financial statements which may render the interim financial statements to be false or misleading, in any material aspect pursuant to Rule 705(5).

15. 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)).

Pursuant to Rule 720(1) of the Listing Manual, the Company has procured undertakings from all its directors and executive officers.

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

- 16. 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**

Not applicable.

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

Not applicable.

- 18. A breakdown of sales**

Not applicable.

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

Not applicable.

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

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

Name	Age	Family relationship with any director/or CEO and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Tan Henry @ Henn Tan	63	Father of Mr Tan Joon Yong Wayne	Majority Shareholders and, Chairman Emeritus and Consultant of the Company Duties: - To provide advisory services to the Company	Nil
Tan Boon Tat	61	Uncle of Mr Tan Joon Yong Wayne and brother of Mr Tan Henry @ Henn Tan	Director of Trek Technology (Singapore) Pte Ltd (wholly-owned subsidiary of the Company) and Store Manager of the Company, since 31 October 1995. Duties : - To oversee the proper distribution of inventory for the Company and its subsidiaries ("the Group"); and - To ensure that goods and materials are delivered to the Group's customers in a timely and proper manner.	Nil
Tan Boon Siong	56	Uncle of Mr Tan Joon Yong Wayne and brother of Mr Tan Henry @ Henn Tan	Sales Manager in the company, since 10 April 2013. Duties: - To manage the sales and marketing in retail outlet in Singapore.	Nil
Tan Boon Liew	54	Uncle of Mr Tan Joon Yong Wayne and brother of Mr Tan Henry @ Henn Tan	Assistant Manager in the Company, since 15 July 1997. Duties: - To manage and oversee the despatch of goods to the Group's customers.	Nil

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

BY ORDER OF THE BOARD

TAN JOON YONG WAYNE
 Executive Director
 7 May 2019

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

The directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render to the unaudited financial statements for the period ended 31 March 2019 to be false and misleading in any material aspect.

On behalf of the Directors

Signed

TAN JOON YONG WAYNE
Executive Director

Signed

KUAN MUN KWONG
Executive Director

7 May 2019

Appendix

CAUTIONARY STATEMENT

As previously announced, the Company is co-operating with the CAD in its on-going investigations relating to document deficiencies. RSM Corporate Advisory Pte Ltd, the firm appointed to review and carry out the necessary inquiry on the IPT transactions, had issued its Forensic Accountant's Report on 23 April 2018. The SGX had on 26 April 2018 also issued a Notice of Compliance that the Company is in the process of taking actions to comply. In view of the foregoing and subject to the results of the CAD investigations, the company may make adjustment to FY2015 and FY2016 financial statements, if required.

Further information can be found in the announcements dated 25 February 2016, 1 March 2016, 14 March 2016, 17 March 2016, 7 April 2016, 26 April 2016, 25 May 2016, 1 June 2016, 8 June 2016, 18 July 2017, 8 September 2017, 23 April 2018 and 26 April 2018.

Pending the outcome of the CAD investigations, shareholders and investors are advised to carefully monitor and refer to further announcements released by the Company for updates, and to consult their stockbrokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take. They are therefore cautioned against placing undue reliance on the same.