



TREK 2000 INTERNATIONAL LTD (Registration Number 199905744N)

## Second Half and Full Year Financial Statements Announcement for the period ended 31 December 2022

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

#### Unaudited Results for the Second Half and Full Year Ended 31 December 2022

	Note	Second Half			Full Year		
		2022	2021	Increase/ (Decrease)	2022	2021	Increase/ (Decrease)
		US\$'000	US\$'000	%	US\$'000	US\$'000	%
<b>Revenue</b>		9,226	16,683	(44.7)	16,618	37,336	(55.5)
Cost of sales		(11,919)	(16,338)	(27.0)	(19,013)	(35,441)	(46.4)
<b>Gross (loss)/profit</b>		<u>(2,693)</u>	<u>345</u>	N.M.	<u>(2,395)</u>	<u>1,895</u>	N.M.
<b>Other items of income:</b>							
Interest income		175	135	29.6	312	326	(4.3)
Other income		39	1,216	(96.8)	185	1,468	(87.4)
<b>Other items of expense:</b>							
Research and development		(284)	(854)	(66.7)	(816)	(1,459)	(44.1)
Marketing and distribution		(799)	(738)	8.3	(1,531)	(1,551)	(1.3)
Impairment losses on trade and other receivables		(45)	(12)	275.0	(76)	(50)	52.0
General administration		(509)	(569)	(10.5)	(1,051)	(1,074)	(2.1)
Finance expenses		(20)	(20)	-	(31)	(28)	10.7
Other expenses		(2,805)	(1,212)	131.4	(7,907)	(711)	1,012.1
Loss before income tax	6	<u>(6,941)</u>	<u>(1,709)</u>	306.1	<u>(13,310)</u>	<u>(1,184)</u>	(1,024.2)
Income tax expense	7	-	-	-	-	-	-
<b>Loss for the period/year</b>		<u><b>(6,941)</b></u>	<u><b>(1,709)</b></u>	<b>306.1</b>	<u><b>(13,310)</b></u>	<u><b>(1,184)</b></u>	<b>(1,024.2)</b>
<b>Other comprehensive income</b>							
<b><u>Items that may be reclassified to profit or loss in subsequent periods</u></b>							
Foreign currency translation differences		138	4	3,350.0	184	(63)	N.M.
Debt investments at FVOCI – net change in fair value		-	-	-	-	39	(100.0)
Debt investments at FVOCI – reclassified to profit or loss		-	-	-	-	(356)	100.0
<b><u>Items that will not be reclassified to profit or loss in subsequent periods</u></b>							
Revaluation of freehold and leasehold property		86	2	4,200.0	86	2	4,200.0
Fair value changes on equity investments at FVOCI		-	78	(100.0)	1,400	78	1,694.9
Total other comprehensive income/(loss) for the period/year, net of tax		<u>224</u>	<u>84</u>	166.7	<u>1,670</u>	<u>(300)</u>	N.M.
<b>Total comprehensive loss for the period/year</b>		<u><b>(6,717)</b></u>	<u><b>(1,625)</b></u>	<b>313.4</b>	<u><b>(11,640)</b></u>	<u><b>(1,484)</b></u>	<b>684.4</b>

PS: N.M. – Not Meaningful

**A. Condensed Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income (cont'd)**  
**Unaudited Results for the Second Half and Full Year Ended 31 December 2022 (cont'd)**

Note	Second Half			Full Year		
	2022	2021	Increase/ (Decrease)	2022	2021	Increase/ (Decrease)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
					0	
<b>(Loss)/profit for the period/year attributable to:</b>						
Owners of the Company	(6,946)	(1,712)	305.7	(13,300)	(1,209)	1,000.1
Non-controlling interests	5	3	66.7	(10)	25	N.M.
	<b>(6,941)</b>	<b>(1,709)</b>	<b>306.1</b>	<b>(13,310)</b>	<b>(1,184)</b>	<b>1,024.2</b>
<b>Total comprehensive (loss)/income attributable to:</b>						
Owners of the Company	(6,722)	(1,628)	312.9	(11,630)	(1,509)	670.7
Non-controlling interests	5	3	66.7	(10)	25	N.M.
	<b>(6,717)</b>	<b>(1,625)</b>	<b>313.4</b>	<b>(11,640)</b>	<b>(1,484)</b>	<b>684.4</b>
Loss per share attributable to owners of the Company (expressed in USD cents per share):						
– Basic and diluted	(2.21)	(0.55)	301.8	(4.24)	(0.39)	987.2

PS: N.M. – Not Meaningful

**B. Condensed Interim Consolidated Statement of Financial Position**

	Note	Group		Company	
		31 Dec 2022 US\$'000	31 Dec 2021 US\$'000	31 Dec 2022 US\$'000	31 Dec 2021 US\$'000
<b>Non-current assets</b>					
Property, plant and equipment	12	1,154	1,184	–	–
Right-of-use assets		279	318	–	–
Investment in subsidiaries		–	–	1,583	1,583
Investment in associates		–	–	5	5
Unquoted investments	10	1,953	1,764	1,953	1,764
Loan receivable		1,470	1,466	1,470	1,466
		<b>4,856</b>	<b>4,732</b>	<b>5,011</b>	<b>4,818</b>
<b>Current assets</b>					
Inventories		2,407	1,298	–	–
Trade and other receivables		3,473	4,187	629	58
Prepayments		14	14	5	5
Quoted investments held for trading	10	15,898	28,259	15,898	28,259
Unquoted investments held for trading	10	1,796	511	1,796	511
Short term deposits		1,017	501	515	–
Cash at banks and on hand		1,537	5,880	105	15
		<b>26,142</b>	<b>40,650</b>	<b>18,948</b>	<b>28,848</b>
<b>Total assets</b>		<b>30,998</b>	<b>45,382</b>	<b>23,959</b>	<b>33,666</b>
<b>Current liabilities</b>					
Trade payables		667	3,201	–	–
Other payables and accruals		1,967	1,692	208	3,602
Lease liabilities		82	106	–	–
Income tax payable		1,029	1,456	–	–
		<b>3,745</b>	<b>6,455</b>	<b>208</b>	<b>3,602</b>
<b>Net current assets</b>		<b>22,397</b>	<b>34,195</b>	<b>18,740</b>	<b>25,246</b>
<b>Non-current liabilities</b>					
Lease liabilities		122	118	–	–
Deferred taxation		105	88	–	–
		<b>227</b>	<b>206</b>	<b>–</b>	<b>–</b>
<b>Total liabilities</b>		<b>3,972</b>	<b>6,661</b>	<b>208</b>	<b>3,602</b>
<b>Net assets</b>		<b>27,026</b>	<b>38,721</b>	<b>23,751</b>	<b>30,064</b>
<b>Equity attributable to the owners of the Company</b>					
Share capital	15	37,829	37,829	37,829	37,829
Treasury shares		(996)	(996)	(996)	(996)
Revenue reserve		(14,246)	(1,040)	(12,537)	(4,918)
Capital reserve		2,717	2,717	–	–
Asset revaluation reserve		1,352	1,266	–	–
Translation reserve		144	(40)	–	–
Other reserves		(622)	(1,939)	(545)	(1,851)
		<b>26,178</b>	<b>37,797</b>	<b>23,751</b>	<b>30,064</b>
Non-controlling interests		848	924	–	–
<b>Total equity</b>		<b>27,026</b>	<b>38,721</b>	<b>23,751</b>	<b>30,064</b>
<b>Total equity and liabilities</b>		<b>30,998</b>	<b>45,382</b>	<b>23,959</b>	<b>33,666</b>

**C. Condensed Interim Consolidated Statement of Changes in Equity**

	Attributable to owners of the Company							Total US\$'000	Non- Controlling Interests US\$'000	Total Equity US\$'000
	Share Capital US\$'000	Treasury Shares US\$'000	Revenue Reserve US\$'000	Capital Reserve US\$'000	Asset Revaluation Reserve US\$'000	Translation Reserve US\$'000	Other Reserves US\$'000			
<b>THE GROUP</b>										
<b>Balance as at 1 January 2022</b>	37,829	(996)	(1,040)	2,717	1,266	(40)	(1,939)	37,797	924	38,721
Total comprehensive income for the period	–	–	(6,354)	–	–	46	1,400	(4,908)	(15)	(4,923)
<b>Balance as at 30 June 2022</b>	<b>37,829</b>	<b>(996)</b>	<b>(7,394)</b>	<b>2,717</b>	<b>1,266</b>	<b>6</b>	<b>(539)</b>	<b>32,889</b>	<b>909</b>	<b>33,798</b>
Share option forfeited/lapsed	–	–	94	–	–	–	(94)	–	–	–
Acquisition of non-controlling interests in a subsidiary without change in control	–	–	–	–	–	–	11	11	(54)	(43)
Dividend paid by a subsidiary to non-controlling interests	–	–	–	–	–	–	–	–	(12)	(12)
Total comprehensive income for the period	–	–	(6,946)	–	86	138	–	(6,722)	5	(6,717)
<b>Balance as at 31 December 2022</b>	<b>37,829</b>	<b>(996)</b>	<b>(14,246)</b>	<b>2,717</b>	<b>1,352</b>	<b>144</b>	<b>(622)</b>	<b>26,178</b>	<b>848</b>	<b>27,026</b>
<b>Balance as at 1 January 2021</b>	37,829	(732)	82	2,717	1,264	23	(1,613)	39,570	899	40,469
Purchase of Treasury Shares	–	(250)	–	–	–	–	–	(250)	–	(250)
Total comprehensive income for the period	–	–	503	–	–	(67)	(317)	119	22	141
<b>Balance as at 30 June 2021</b>	<b>37,829</b>	<b>(982)</b>	<b>585</b>	<b>2,717</b>	<b>1,264</b>	<b>(44)</b>	<b>(1,930)</b>	<b>39,439</b>	<b>921</b>	<b>40,360</b>
Share option forfeited/lapsed	–	–	87	–	–	–	(87)	–	–	–
Purchase of Treasury Shares	–	(14)	–	–	–	–	–	(14)	–	(14)
Total comprehensive income for the period	–	–	(1,712)	–	2	4	78	(1,628)	3	(1,625)
<b>Balance as at 31 December 2021</b>	<b>37,829</b>	<b>(996)</b>	<b>(1,040)</b>	<b>2,717</b>	<b>1,266</b>	<b>(40)</b>	<b>(1,939)</b>	<b>37,797</b>	<b>924</b>	<b>38,721</b>

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

	Attributable to owners of the Company							
	Share Capital US\$'000	Treasury Shares US\$'000	Revenue Reserve US\$'000	Capital Reserve US\$'000	Asset Revaluation Reserve US\$'000	Translation Reserve US\$'000	Other Reserves US\$'000	Total US\$'000
<b>THE COMPANY</b>								
<b>Balance as at 1 January 2022</b>	37,829	(996)	(4,918)	–	–	–	(1,851)	30,064
Total comprehensive income for the period	–	–	(5,054)	–	–	–	1,400	(3,654)
<b>Balance as at 30 June 2022</b>	<b>37,829</b>	<b>(996)</b>	<b>(9,972)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(451)</b>	<b>26,410</b>
Share option forfeited/lapsed	–	–	94	–	–	–	(94)	–
Total comprehensive income for the period	–	–	(2,659)	–	–	–	–	(2,659)
<b>Balance as at 31 December 2022</b>	<b>37,829</b>	<b>(996)</b>	<b>(12,537)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(545)</b>	<b>23,751</b>
<b>Balance as at 1 January 2021</b>	37,829	(732)	(4,074)	–	–	–	(1,525)	31,498
Purchase of Treasury Shares	–	(250)	–	–	–	–	–	(250)
Total comprehensive income for the period	–	–	815	–	–	–	(317)	498
<b>Balance as at 30 June 2021</b>	<b>37,829</b>	<b>(982)</b>	<b>(3,259)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(1,842)</b>	<b>31,746</b>
Purchase of Treasury Shares	–	(14)	–	–	–	–	–	(14)
Share option forfeited/lapsed	–	–	87	–	–	–	(87)	–
Total comprehensive income for the period	–	–	(1,746)	–	–	–	78	(1,668)
<b>Balance as at 31 December 2021</b>	<b>37,829</b>	<b>(996)</b>	<b>(4,918)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(1,851)</b>	<b>30,064</b>

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

	Second Half FY2022 US\$'000	Second Half FY2021 US\$'000	Full Year FY2022 US\$'000	Full Year FY2021 US\$'000
<b>Cash flow from operating activities:</b>				
Loss before income tax	(6,941)	(1,709)	(13,310)	(1,184)
Adjustments for:				
Amortisation of intangible assets	–	34	–	58
Depreciation of property, plant and equipment	77	108	153	194
Depreciation of right-of-use assets	69	78	143	150
Gain on disposal of rights-of-use assets	–	(10)	–	(10)
Intangible assets written off	–	219	–	219
Loss on fair value changes of financial assets at FVTPL (Net)	2,617	1,123	7,607	677
Gain on disposal of quoted investments at FVOCI	–	–	–	(355)
Allowance/(reversal) for product warranty	162	(55)	162	(55)
Write-down on inventory made/(reversed)	1,971	113	2,030	(147)
Impairment losses on trade receivables	45	–	76	50
Reversal of other provisions	–	(900)	–	(900)
Interest income	(173)	(135)	(311)	(326)
Interest expense	20	20	31	28
Dividend income	–	(30)	(17)	(50)
<b>Operating loss before changes in working capital</b>	<b>(2,153)</b>	<b>(1,144)</b>	<b>(3,436)</b>	<b>(1,651)</b>
(Increase) /decrease in trade and other receivables, and prepayments	(549)	3,970	639	(800)
(Increase)/decrease in inventories	(226)	(58)	(3,140)	338
Increase/(decrease) in trade and other payables	394	(319)	(2,423)	2,613
<b>Cash (used in)/ generated from operating activities</b>	<b>(2,534)</b>	<b>2,449</b>	<b>(8,360)</b>	<b>500</b>
Income tax (paid)/recovered	(201)	(89)	(426)	2
Interest received	37	–	37	–
<b>Net cash (used in)/generated from operating activities</b>	<b>(2,698)</b>	<b>2,360</b>	<b>(8,749)</b>	<b>502</b>
<b>Cash flow from investing activities</b>				
Proceeds from disposal of quoted investments	2,420	5,328	7,947	17,229
Proceeds from disposal of unquoted investments	–	–	407	–
Proceeds from disposal of right-of-use assets	–	37	–	37
Purchase of property, plant and equipment	(14)	–	(19)	(44)
Purchase of right-of-use asset	–	(71)	–	(108)
Purchase of quoted investments	(94)	(4,334)	(1,675)	(17,585)
Purchase of unquoted investments	–	–	(2,000)	–
Loan to an investee company	–	–	–	(1,486)
Payment for patent and trademark registration expenses	–	(1)	–	(3)
Payment for development expenditures	–	–	–	(19)
Dividend income from quoted investments	–	30	17	50
Interest income from quoted investments	93	88	186	261
Interest income from loan to investee	43	44	87	62
<b>Net cash generated from/(used in) investing activities</b>	<b>2,448</b>	<b>1,121</b>	<b>4,950</b>	<b>(1,606)</b>
<b>Cash flow from financing activities</b>				
Payment to a non-controlling shareholder for purchases of shares in a subsidiary	(43)	–	(43)	–
Dividend paid to non-controlling interests	(12)	–	(12)	–
Fixed deposit unpledged	2,514	295	–	–
Interest paid	(20)	(20)	(30)	(28)
Payment of lease liability	(59)	(69)	(124)	(134)
Purchase of treasury shares	–	(13)	–	(264)
Repayment of bank loan	(1,485)	(1,600)	–	–
<b>Net cash generated from/(used in) financing activities</b>	<b>895</b>	<b>(1,407)</b>	<b>(209)</b>	<b>(426)</b>
Net increase/(decrease) in cash and cash equivalents	645	2,074	(4,008)	(1,530)
Cash and cash equivalents at beginning of period/year	1,273	3,769	5,881	7,444
Effect of foreign exchange difference	134	38	179	(33)
<b>Cash and cash equivalents at end of period/year</b>	<b>2,052</b>	<b>5,881</b>	<b>2,052</b>	<b>5,881</b>

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

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

	Year ended 31 December	
	2022	2021
	US\$'000	US\$'000
Cash at banks and on hand	1,537	5,880
Short-term deposits	1,017	501
Fixed-deposit pledged	(502)	(500)
	<b>2,052</b>	<b>5,881</b>

## E. Notes to the Condensed Interim Consolidated Financial Statement

### 1. Corporate Information

Trek 2000 International Ltd is incorporated and domiciled in Singapore and whose shares are publicly traded on the Singapore Exchange. These condensed interim consolidated financial statements as at and, for the second half and full year period ended 31 December 2022 comprise the Company and its subsidiaries (collectively, the Group). The primary activities of the Company are those of an investment holding company and the ownership of a portfolio of intellectual property.

The principal activities of the Group are:

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

### 2. Basis of Preparation

The condensed interim financial statements for the second half and full year period ended 31 December 2022 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2022.

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

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

#### 2.1 New and amended standards adopted by the Group

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

The amendments to the Standards are as follows:

Reference	Description
Amendment to SFRS(I) 16	COVID-19 Related Rent Concessions beyond 30 June 2021
Amendments to SFRS(I) 3	Reference to the Conceptual Framework
Amendments to SFRS(I) 1-16	Property, plant and equipment – Proceeds before Intended Use
Amendments to SFRS(I) 1-37	Onerous Contracts – Cost of Fulfilling a Contract

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

### **2. Basis of Preparation (cont'd)**

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

##### **Annual Improvements to SFRS(I)s 2018 - 2020**

- |   |   |
|---|---|
| - Amendments to SFRS(I) 1-41                                  | Taxation in Fair Value Measurements                                       |
| - Amendments to SFRS(I) 1                                     | Subsidiary as a First-time Adopter  |
| - Amendments to SFRS(I) 9                                     | Fees in the '10 per cent' Test for Derecognition of Financial Liabilities |
| - Amendments to Illustrative Examples accompanying SFRS(I) 16 | Lease Incentives  |

The adoption of these new and amended SFRS(I) did not result in substantial changes to the Group's accounting policies nor any significant impact on these financial statements.

#### **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 2022.

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

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

- Note 10 – Classification of investments

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

- Note 10 – Valuation of unquoted investments

### **3. Seasonal operations**

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

### **4. Segment information**

The Group is organized into the following business segments:

- Customised solutions
- Interactive consumer solutions
- Renewable energy solutions

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



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

**4. Segment information (cont'd)**

**4.1 Reportable segments**

	<b>Customised Solutions</b>	<b>Interactive Consumer Solutions</b>	<b>Renewable Energy Solutions</b>	<b>Others</b>	<b>Consolidated</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
<b>1 July 2022 to 31 December 2022</b>					
Total segment revenue	1,118	5,088	3,020	–	9,226
Inter-segment revenue	–	–	–	–	–
Revenue from external parties	1,118	5,088	3,020	–	9,226
Dividend income	–	–	–	–	–
Interest income	–	–	–	175	175
Miscellaneous income	5	21	13	–	39
Total other income	5	21	13	175	214
<b>Total revenue and other income</b>	<b>1,123</b>	<b>5,109</b>	<b>3,033</b>	<b>175</b>	<b>9,440</b>
Depreciation	(18)	(80)	(48)	–	(146)
Finance expense	–	–	–	(20)	(20)
Miscellaneous expense	(23)	(104)	(61)	(2,617)	(2,805)
Segment loss	(543)	(2,470)	(1,466)	(2,462)	(6,941)
Unallocated expenses					–
Share of profit of associated company					–
Loss before taxation					(6,941)
Taxation					–
<b>Loss for the interim period</b>					<b>(6,941)</b>
Segment assets	1,270	5,725	4,355	19,648	30,998
Deferred income tax assets					–
<b>Total assets</b>					<b>30,998</b>
Expenditures for segment non-current assets					
- Additions to PPE	2	7	5	–	14
	<b>2</b>	<b>7</b>	<b>5</b>	<b>–</b>	<b>14</b>
Segment liabilities	365	1,644	829	–	2,838
Current income tax liabilities					1,029
Deferred income tax liabilities					105
<b>Total liabilities</b>					<b>3,972</b>

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

**4. Segment information (cont'd)**

**4.1 Reportable segments (cont'd)**

	<b>Customised Solutions</b>	<b>Interactive Consumer Solutions</b>	<b>Renewable Energy Solutions</b>	<b>Others</b>	<b>Consolidated</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
<b>1 July 2021 to 31 December 2021</b>					
Total segment revenue	2,996	8,728	4,959	–	16,683
Inter-segment revenue	–	–	–	–	–
Revenue from external parties	2,996	8,728	4,959	–	16,683
Dividend income	–	–	–	30	30
Interest income	–	–	–	135	135
Miscellaneous income	51	1,050	85	–	1,186
Total other income	51	1,050	85	165	1,351
<b>Total revenue and other income</b>	<b>3,047</b>	<b>9,778</b>	<b>5,044</b>	<b>165</b>	<b>18,034</b>
Depreciation	(34)	(97)	(55)	–	(186)
Finance expense	–	–	–	(20)	(20)
Miscellaneous expense	(12)	(37)	(40)	(1,123)	(1,212)
Segment loss	(128)	(372)	(231)	(978)	(1,709)
Unallocated expenses					–
Share of profit of associated company					–
Loss before taxation					(1,709)
Taxation					–
<b>Loss for the interim period</b>					<b>(1,709)</b>
Segment assets	2,683	7,905	4,260	30,534	45,382
Deferred income tax assets					–
<b>Total assets</b>					<b>45,382</b>
Expenditures for segment non-current assets					
- Additions to PPE	–	–	–	–	–
	–	–	–	–	–
Segment liabilities	1,026	3,022	1,069	–	5,117
Current income tax liabilities					1,456
Deferred income tax liabilities					88
<b>Total liabilities</b>					<b>6,661</b>

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

**4. Segment information (cont'd)**

**4.1 Reportable segments (cont'd)**

	<b>Customised Solutions</b>	<b>Interactive Consumer Solutions</b>	<b>Renewable Energy Solutions</b>	<b>Others</b>	<b>Consolidated</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
<b>1 January 2022 to 31 December 2022</b>					
Total segment revenue	2,136	9,630	4,852	–	16,618
Inter-segment revenue	–	–	–	–	–
Revenue from external parties	2,136	9,630	4,852	–	16,618
Dividend income	–	–	–	17	17
Interest income	–	–	–	312	312
Miscellaneous income	17	78	39	34	168
Total other income	17	78	39	363	497
<b>Total revenue and other income</b>	<b>2,153</b>	<b>9,708</b>	<b>4,891</b>	<b>363</b>	<b>17,115</b>
Depreciation	(38)	(172)	(86)	–	(296)
Finance expense	–	–	–	(31)	(31)
Miscellaneous expense	(34)	(155)	(77)	(7,641)	(7,907)
Segment loss	(771)	(3,478)	(1,752)	(7,309)	(13,310)
Unallocated expenses					–
Share of profit of associated company					–
Loss before taxation					(13,310)
Taxation					–
<b>Loss for the interim period</b>					<b>(13,310)</b>
Segment assets	1,270	5,725	4,355	19,648	30,998
Deferred income tax assets					–
<b>Total assets</b>					<b>30,998</b>
Expenditures for segment non-current assets					
- Additions to PPE	3	10	6	–	19
	<b>3</b>	<b>10</b>	<b>6</b>	<b>–</b>	<b>19</b>
Segment liabilities	365	1,644	829	–	2,838
Current income tax liabilities					1,029
Deferred income tax liabilities					105
<b>Total liabilities</b>					<b>3,972</b>

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

**4. Segment information (cont'd)**

**4.1 Reportable segments (cont'd)**

	<b>Customised Solutions</b>	<b>Interactive Consumer Solutions</b>	<b>Renewable Energy Solutions</b>	<b>Others</b>	<b>Consolidated</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
<b>1 January 2021 to 31 December 2021</b>					
Total segment revenue	7,486	22,053	7,797	–	37,336
Inter-segment revenue	–	–	–	–	–
Revenue from external parties	7,486	22,053	7,797	–	37,336
Dividend income	–	–	–	50	50
Interest income	–	–	–	326	326
Miscellaneous income	33	996	34	355	1,418
Total other income	33	996	34	731	1,794
<b>Total revenue and other income</b>	<b>7,519</b>	<b>23,049</b>	<b>7,831</b>	<b>731</b>	<b>39,130</b>
Depreciation	(70)	(202)	(72)	–	(344)
Finance expense	–	–	–	(28)	(28)
Miscellaneous expense	(3)	(8)	(23)	(677)	(711)
Segment loss	(239)	(703)	(268)	26	(1,184)
Unallocated expenses					–
Share of profit of associated company					–
Loss before taxation					(1,184)
Taxation					–
<b>Loss for the interim period</b>					<b>(1,184)</b>
Segment assets	2,683	7,905	4,260	30,534	45,382
Deferred income tax assets					–
<b>Total assets</b>					<b>45,382</b>
Expenditures for segment non-current assets					
- Additions to PPE	9	26	9	–	44
	<b>9</b>	<b>26</b>	<b>9</b>	<b>–</b>	<b>44</b>
Segment liabilities	1,026	3,022	1,069	–	5,117
Current income tax liabilities					1,456
Deferred income tax liabilities					88
<b>Total liabilities</b>					<b>6,661</b>

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

**4. Segment information (cont'd)**

**4.2 Disaggregation of Revenue**

<b>The Group</b>					
<b>6 months ended 31 December 2022</b>					
	<b>Customised Solutions</b>	<b>Interactive Consumer Solutions</b>	<b>Renewable Energy Solutions</b>	<b>Others</b>	<b>Consolidated</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
<b>Types of goods or service:</b>					
Sale of goods	1,118	5,088	3,020	–	9,226
Rendering of services	–	–	–	–	–
Rental income	–	–	–	–	–
<b>Total revenue</b>	<b>1,118</b>	<b>5,088</b>	<b>3,020</b>	<b>–</b>	<b>9,226</b>
<b>Timing of revenue recognition:</b>					
At a point in time	1,118	5,088	3,020	–	9,226
Overtime	–	–	–	–	–
<b>Total revenue</b>	<b>1,118</b>	<b>5,088</b>	<b>3,020</b>	<b>–</b>	<b>9,226</b>
<b>Geographical Information:</b>					
Singapore	144	320	3,020	–	3,484
China/Hong Kong	–	2,842	–	–	2,842
Taiwan	–	1,497	–	–	1,497
India	955	2	–	–	957
Malaysia	4	207	–	–	211
Indonesia	–	120	–	–	120
Thailand	–	80	–	–	80
Philippines	–	19	–	–	19
Others	15	1	–	–	16
<b>Total revenue</b>	<b>1,118</b>	<b>5,088</b>	<b>3,020</b>	<b>–</b>	<b>9,226</b>

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

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

**4. Segment information (cont'd)**

**4.2. Disaggregation of Revenue (cont'd)**

<b>The Group</b>				
<b>12 months ended 31 December 2022</b>				
<b>Customised Solutions</b>	<b>Interactive Consumer Solutions</b>	<b>Renewable Energy Solutions</b>	<b>Others</b>	<b>Consolidated</b>
<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
<b>Types of goods or service:</b>				
Sale of goods	2,136	9,630	4,852	16,618
Rendering of services	–	–	–	–
Rental income	–	–	–	–
<b>Total revenue</b>	<b>2,136</b>	<b>9,630</b>	<b>4,852</b>	<b>16,618</b>
<b>Timing of revenue recognition:</b>				
At a point in time	2,136	9,630	4,852	16,618
Overtime	–	–	–	–
<b>Total revenue</b>	<b>2,136</b>	<b>9,630</b>	<b>4,852</b>	<b>16,618</b>
<b>Geographical Information:</b>				
Singapore	321	661	4,852	5,834
China/Hong Kong	2	4,658	–	4,660
Taiwan	–	3,142	–	3,142
India	1,790	10	–	1,800
Malaysia	7	489	–	496
Indonesia	–	363	–	363
Thailand	–	193	–	193
Philippines	–	103	–	103
Others	16	11	–	27
<b>Total revenue</b>	<b>2,136</b>	<b>9,630</b>	<b>4,852</b>	<b>16,618</b>

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

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

**4. Segment information (cont'd)**

**4.2. Disaggregation of Revenue (cont'd)**

**A breakdown of sales.**

		<b>The Group</b>		
		<b>US\$'000</b>		<b>%</b>
		<b>Financial Year Ending 31 December 2022</b>	<b>Financial Year Ending 31 December 2021</b>	<b>Increase/ (Decrease)</b>
(a)	Sales reported for first half year	7,392	20,653	(64.2)
(b)	Operating profit/(loss) after tax before deducting non-controlling interests reported for first half year	(6,369)	525	N.M.
(c)	Sales reported for second half year	9,226	16,683	(44.7)
(d)	Operating loss after tax before deducting non-controlling interests reported for second half year	(6,941)	(1,709)	306.1

N.M. – not meaningful

**5. Financial assets and financial liabilities**

Set out below is an overview of the financial assets held by the Group as at 31 December 2022 and 31 December 2021:

	<b>The Group</b>		<b>The Company</b>	
	<b>31 Dec 2022 US\$'000</b>	<b>31 Dec 2021 US\$'000</b>	<b>31 Dec 2022 US\$'000</b>	<b>31 Dec 2021 US\$'000</b>
<b><u>Financial Assets</u></b>				
Financial assets at fair value through other comprehensive income (FVOCI)	1,953	553	1,953	553
Financial assets at fair value through profit and loss account (FVTPL)	17,694	29,981	17,694	29,981
Cash and bank balances and trade and other receivables (amortised cost)	7,451	11,883	2,137	1,538
<b>Total Financial Assets</b>	<b>27,098</b>	<b>42,417</b>	<b>21,784</b>	<b>32,072</b>
<b><u>Financial Liabilities</u></b>				
Trade and other payables and borrowings (amortised cost)	2,591	5,023	208	3,602
<b>Total Financial Liabilities</b>	<b>2,591</b>	<b>5,023</b>	<b>208</b>	<b>3,602</b>

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

### 6. Profit before taxation

#### 6.1 Significant Items

	6 months ended 31 December			12 months ended 31 December		
	2022 US\$'000	2021 US\$'000	Increase/ (Decrease) %	2022 US\$'000	2021 US\$'000	Increase/ (Decrease) %
<b>Income</b>						
Interest income from:						
– Short-term deposits	37	–	100.0	37	–	100.0
– Quoted investments	93	88	5.7	186	261	(28.7)
– Loan receivables	43	44	(2.3)	87	62	40.3
Dividend income from quoted investment	–	30	(100.0)	17	50	(66.0)
Gain on disposal of quoted investments at FVOCI	–	–	–	–	355	(100.0)
Reversal of other provisions	–	900	(100.0)	–	900	(100.0)
<b>Expenses</b>						
Depreciation of property, plant and equipment	(77)	(108)	(28.7)	(153)	(194)	(21.1)
Depreciation of right-of-use assets	(69)	(78)	(11.5)	(143)	(150)	(4.7)
Amortisation of intangible assets	–	(34)	(100.0)	–	(58)	(100.0)
Write-off of intangible assets	–	(219)	(100.0)	–	(219)	(100.0)
(Allowance)/reversal for stock obsolescence (net)	(1,393)	(72)	1,834.7	(1,398)	177	N.M.
Allowance for diminution in value of inventory (net)	(578)	(41)	1,309.8	(632)	(30)	2,006.7
Allowance for doubtful debts (net) (Allowance)/writeback for product warranty	(45)	–	100.0	(76)	(50)	52.0
	(162)	55	N.M.	(162)	55	N.M.
Loss on fair value changes of financial assets designated as FVTPL (net)	(2,617)	(1,123)	133.0	(7,607)	(677)	1,023.6
Net foreign exchange loss (net)	(187)	(88)	112.5	(265)	(34)	679.4
Interest expense	(20)	(20)	–	(31)	(28)	10.7

PS: N.M. – Not Meaningful

#### 6.2 Related party transactions

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

### 7. Taxation

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

	6 months ended 31 December		12 months ended 31 December	
	2022 US\$'000	2021 US\$'000	2022 US\$'000	2021 US\$'000
Current income tax expense	–	–	–	–
Deferred income tax expense relating to origination and reversal of temporary differences	–	–	–	–
<b>Total</b>	–	–	–	–



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

### 8. Dividends

	The Group	
	2022 US\$'000	2021 US\$'000
Ordinary dividends paid:		
Final exempt 2021 dividends	–	–
Interim exempt 2021 dividends	–	–
	–	–
Dividend per share (net of tax)	–	–

### 9. Net Asset Value

	Group		Company	
	31 Dec 2022	31 Dec 2021	31 Dec 2022	31 Dec 2021
Number of ordinary shares (in '000)	313,092	313,092	313,092	313,092
<b>(Amount in USD cents)</b>				
Net asset value per ordinary share based on issued share capital at the end of the period	8.53	12.07	7.59	9.60

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

### 10. Financial assets at fair value through other comprehensive income

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

	The Group	
	31 Dec 2022 US\$'000	31 Dec 2021 US\$'000
Quoted Debt Investment	–	–
Unquoted Equity Investment	1,953	553
<b>Total</b>	<b>1,953</b>	<b>553</b>

There was no purchase or disposal of quoted debt investment in FY2022.

#### 10.1 Fair value measurement

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

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

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

### 10.1 Fair value measurement (cont'd)

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

	Level 1 US\$'000	Level 2 US\$'000	Level 3 US\$'000	Total US\$'000
<b>Group – 31 December 2022</b>				
<b>Financial assets</b>				
FVTPL Investments (Quoted Investments)	12,434	3,464	–	15,898
FVTPL Investments (Unquoted Investments)	–	–	1,796	1,796
FVOCI Investments (Unquoted Investments)	–	–	1,953	1,953
<b>Total Financial assets</b>	<b>12,434</b>	<b>3,464</b>	<b>3,749</b>	<b>19,647</b>
<b>Financial liabilities</b>				
Short-term bank loan	–	–	–	–
<b>Total Financial liabilities</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Group – 31 December 2021</b>				
<b>Financial assets</b>				
FVTPL Investments (Quoted Investments)	26,820	1,439	–	28,259
FVTPL Investments (Unquoted Investments)	–	–	1,722	1,722
FVOCI Investments (Unquoted Investments)	–	–	553	553
<b>Total Financial assets</b>	<b>26,820</b>	<b>1,439</b>	<b>2,275</b>	<b>30,534</b>
<b>Financial liabilities</b>				
	–	–	–	–

### 11. Intangible assets

	The Group			
	Patents US\$'000	Trademarks US\$'000	Development Costs US\$'000	Total US\$'000
<b>As at 31 December 2021, 30 June 2022 and 31 December 2022</b>				
Cost	3,653	410	5,615	9,678
Accumulated amortisation, impairment and written off	(3,653)	(410)	(5,615)	(9,678)
Net book value	–	–	–	–

	The Company		
	Patents US\$'000	Trademarks US\$'000	Total US\$'000
<b>As at 31 December 2021, 30 June 2022 and 31 December 2022</b>			
Cost	3,114	353	3,467
Accumulated amortisation, impairment and written off	(3,114)	(353)	(3,467)
Net book value	–	–	–

#### 11.1 Goodwill impairment

Not applicable

#### 11.2 Patents and Trademarks

Not applicable

#### 11.3 Development costs

Not applicable

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

### 12. Property, plant and equipment

In FY2022, the Group acquired assets amounting to US\$19,000 (FY2021: US\$44,000). There was no asset disposed in FY2022 (FY2021: Nil).

### 13. Investment properties

Not applicable.

#### 13.1 Valuation

Not applicable

### 14. Borrowings

		<b>The Group and the Company</b>	
		<b>31 Dec 2022</b>	<b>31 Dec 2021</b>
		<b>US\$'000</b>	<b>US\$'000</b>
<b>Amount repayable within one (1) year or on demand</b>			
- Secured		-	-
- Unsecured		-	-
<b>Total</b>		-	-
<b>Amount repayable after one (1) year</b>			
- Secured		-	-
- Unsecured		-	-
<b>Total</b>		-	-

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

### 15. Share capital

				<b>The Group and the Company</b>			
				<b>31 Dec 2022</b>		<b>31 Dec 2021</b>	
				<b>No. of shares</b>	<b>Amount US\$</b>	<b>No. of shares</b>	<b>Amount US\$</b>
<b>Ordinary shares issued and fully paid</b>							
Balance as at interim period				324,116,925	37,828,941	324,116,925	37,828,941
Issue of ordinary shares by virtual of exercise of share options				-	-	-	-
<b>End of financial period</b>				<b>324,116,925</b>	<b>37,828,941</b>	<b>324,116,925</b>	<b>37,828,941</b>

The Company holds 11,025,000 treasury shares as at 31 December 2022 (31 December 2021: 11,025,000 treasury shares).

The Company's subsidiaries do not hold any shares in the Company as at 31 December 2022 and 31 December 2021.

### 16. Acquisition of subsidiary

Not applicable

### 17. Subsequent events

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

## OTHER INFORMATION

### 1. Review

The condensed consolidated statement of financial position of Trek 2000 International Ltd and its subsidiaries as at 31 December 2022 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the second half and full year period ended 31 December 2022, and explanatory notes and other information sections have not been audited or reviewed.

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

Not applicable.

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

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

During FY2022, no share options were granted under the Trek 2000 International Share Options Scheme 2011.

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

	Full Year Ended	
	FY2022	FY2021
<b>Unexercised share options</b>	No. of share options	No. of share options
Balance as at 1 January	3,200,000	3,700,000
Share options forfeited/lapsed during the period	(600,000)	(500,000)
<b>Balance as at 31 December</b>	<b>2,600,000</b>	<b>3,200,000</b>

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

As at 31 December 2022, the share capital of the Company (excluding treasury shares) is as follows:

<b>Ordinary shares issued and fully paid</b>	No. of shares	US\$
Balance as at 1 January 2022	313,091,925	36,833,154
Movement in ordinary shares during the period	–	–
<b>Balance as at 31 December 2022</b>	<b>313,091,925</b>	<b>36,833,154</b>

## OTHER INFORMATION (CONT'D)

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

During the period under review, nil shares (FY2021: 2,910,300 shares) were acquired by the Company pursuant to the Share Purchase Mandate to be held as "Treasury Shares"

	Group		Company	
	No. of shares	US\$	No. of shares	US\$
Balance as at 1 January 2022	11,025,000	995,787	11,025,000	995,787
Purchase of shares held as Treasury Shares	–	–	–	–
<b>Balance as at 31 December 2022</b>	<b>11,025,000</b>	<b>995,787</b>	<b>11,025,000</b>	<b>995,787</b>

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

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

THE GROUP	6 months ended 31 December		12 months ended 31 December	
	2022	2021	2022	2021
Loss net of tax attributable to ordinary equity holders of the Company used in computation of basic loss per share (US\$'000)	(6,946)	(1,712)	(13,300)	(1,209)
Weighted average number of ordinary shares for basic loss per share computation (in '000)	313,826	313,826	313,826	313,826
Weighted average number of ordinary shares for diluted loss per share computation (in '000)	313,826	313,826	313,826	313,826
<b>(Amount in USD cents)</b>				
Loss per ordinary share for the period after deducting any provision for preference dividends:				
(i) Basic loss per share (in cents)	(2.21)	(0.55)	(4.24)	(0.39)
(ii) Diluted loss per share (in cents)	(2.21)	(0.55)	(4.24)	(0.39)

Note:

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

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

## OTHER INFORMATION (CONT'D)

### 7. Review of performance of the Group

For the full year ended 31 December 2022 ("FY2022"), the Group reported a 55.5% year-on-year ("yoy") decrease in revenue from US\$37.3 million in FY2021 to US\$16.6 million in FY2022. Gross loss in FY2022 was US\$2.4 million (FY2021: Gross Profit of US\$1.9 million) and the Group reported a net loss after tax attributable to owner of the Company of US\$13.3 million in FY2022 (FY2021: net loss of US\$1.2 million).

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

#### **Revenue**

The decrease in revenue of 55.5% in FY2022 was mainly due to the Covid-19 lockdown in China in FY2022 as China is our main market and the Covid-19 lockdown disrupted our supply chain. The Group's Interactive Consumer Solution ("ICS") division continues to be a key revenue generator, accounting for 58.0% of the sales revenue in FY2022.

#### **Profitability**

Gross loss was US\$2.4 million in FY2022 as compared to a gross profit of US\$1.9 million in FY2021. The gross loss position in FY2022 was mainly due to the write-down of the inventory cost as a result of the disruption in our supply chain and weak economic situation in the global market. The disruption in supply chain also caused additional price pressures in the market affecting the industry and resulting in the Group reducing its profit margin to meet competition.

#### **Other Items of Income**

- Interest income decreased by 4.3% yoy in FY2022 mainly due to the lower interest income from quoted investments in FY2022.
- Other income decreased from US\$1.5 million in FY2021 to US\$185,000 in FY2022 mainly due to less provision for expenses written back and lower government grants received in FY2022.

#### **Expenses**

The Group's total expenses amounted to US\$11.4 million in FY2022 (FY2021: US\$4.9 million) representing an increase of 134.2% yoy. The factors contributing to the increase were as follow:

- Research and development ("R&D") expenses reported a decrease of 44.1% yoy to US\$816,000 in FY2022 (FY2021: US\$1.5 million). The decrease was mainly due to the absence of amortization and writing off of intangible assets in FY2022 as intangible assets were fully written off in FY2021, and lower professional fees and salary expenses incurred in R&D projects in FY2022.
- Marketing and distribution expenses decreased by 1.3% yoy to US\$1.5 million in FY2022 (FY2021: US\$1.6 million). The decrease was mainly due to lower salary expenses incurred in FY2022.
- General administrative expenses decreased by 2.1% yoy to US\$1.1 million in FY2022 (FY2021: US\$1.1 million) mainly due to prudent cost management in view of the lower sales revenue in FY2022.
- Finance expenses increased from US\$28,000 in FY2021 to US\$31,000 in FY2022 due to interest expense incurred on the utilization of banking facilities in FY2022. The banking facilities were fully paid during the year in FY2022.
- Other expenses increased from US\$711,000 in FY2021 to US\$7.9 million in FY2022. This was due mainly to the loss on fair value of investments in FY2022 (US\$7.6 million) as a result of the weak global financial markets and inflationary pressure on major financial markets in FY2022. The loss of 23.8% for our investments in FY2022 was in line with the loss recorded in the major financial markets during the same period. In FY2022, MSCI China Index recorded a loss of 23.69%, Nasdaq Composite Index recorded a loss of 33.03% and MSCI Emerging Markets EMEA Index recorded a loss of 29.94%. Other indices in major financial markets also recorded similar losses during the same period. The Russia-Ukraine war in Europe, Covid-19 lockdown in China and inflationary pressures globally in FY2022 were the major factors that caused the weakened global financial markets during this period, and these had adversely affected our investments as well. For avoidance of doubt, majority of the loss incurred on the fair value of investments was unrealized.

#### **Net profit after tax attributable to owners of the Company**

The Group reported a net loss attributable to owners of the Company of US\$13.3 million in FY2022 (FY2021: net loss of US\$1.2 million).

## OTHER INFORMATION (CONT'D)

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

#### Other Financial Highlights

- **Property, plant and equipment** – The decrease in the Group's property, plant and equipment was mainly due to the depreciation of US\$153,000 incurred in FY2022. This was partly offset by purchases of fixed assets amounting to US\$19,000 and capital gain on revaluation of the Group's properties amounting to US\$104,000 during the year.
- **Right-of-use assets** – The decrease in right-of-use assets in FY2022 was mainly due to the depreciation of US\$143,000 incurred in FY2022. This was partly offset by the additional right-of-use assets recognized amounting to US\$104,000.
- **Quoted investments** – The Group's investment in quoted investments held for trading in current assets on 31 December 2022 was US\$15.9 million, a decrease of US\$12.4 million from 31 December 2021 (US\$28.3 million). During this period, US\$7.9 million of investment was disposed and this was partly offset by purchase of investments amounting to US\$1.7 million. In addition, our unquoted investment in redeemable notes in Clouse S.A. of US\$1 million, which was invested in FY2019, was converted to quoted equity investment in GOTO in December 2022 and this was reclassified from unquoted investments to quoted investments.

There was a loss in fair value of investments amounting to US\$7.6 million in FY2022 mainly due to the weak financial market caused by the Russia-Ukraine war, Covid-19 lockdown in China and inflationary pressure that adversely affected the global financial markets as explained above under other expenses.

- **Unquoted investments** – The Group's investment in unquoted investments increased by US\$1.5 million in FY2022 mainly due to the additional investment in an unquoted fund and revaluation of unquoted investment to fair market value. Total investments in unquoted investments as at 31 December 2022 were US\$3.8 million (31 December 2021: US\$2.3 million), comprising of US\$2.0 million (31 December 2021: US\$1.8 million) in non-current assets and US\$1.8 million (31 December 2021: US\$511,000) in current assets for an unquoted fund that was held for trading.

The increase in unquoted investments in current-assets was due to the investments in an unquoted fund.

The increase in unquoted investments in non-current assets was due to the capital gain on revaluation of the Group's unquoted investment in Terrenus Energy Pte Ltd to fair market value amounting to US\$1.4 million. The capital gain in the investment value of Terrenus Energy Pte Ltd was due to the investment capital raised by Terrenus Energy Pte Ltd from an independent third party at arms' length in June 2022 that reflected the fair market value of this investment, which was above the valuation amount in December 2021. As the fair market value of the unquoted investment had increased significantly, the Group revalued its unquoted investment to fair market value in FY2022 to ensure that the Group's shareholders' funds were appropriately stated.

- **Loan receivable** – The Group rendered a loan of US\$1.5 million to an investee company for a project in FY2021. The loan was for a period of 2 years with an interest rate of 6% p.a. The loan was fully secured by a corporate guarantee from the holding company of the borrower.
- **Inventories** – The Group's inventories amounted to US\$2.4 million as at 31 December 2022, an increase of US\$1.1 million from US\$1.3 million in 31 December 2021. Inventory turnover days in FY2022 were 89 days (FY2021: 16 days).
- **Trade and other receivables** – The Group's trade and other receivables amounted to US\$3.5 million as at 31 December 2022 as compared to US\$4.2 million as at 31 December 2021. The decrease was due to the decrease in credit sales in December 2022. Trade receivable turnover days were 84 days in FY2022 (FY2021: 27 days).
- **Trade and other payables** – The Group's trade and other payables decreased from US\$4.9 million as at 31 December 2021 to US\$2.6 million as at 31 December 2022. This decrease was mainly due to the lower credit purchases in December 2022. Trade payable turnover days were 31 days in FY2022 (FY2021: 26 days).

#### Cashflow

The Group's cash and cash equivalent as at 31 December 2022 amounted to US\$2.6 million as compared to US\$6.4 million as at 31 December 2021, a decrease of US\$3.8 million. The decrease in the cash position in FY2022 was mainly due to cash outflow from operating activities of US\$8.7 million and financial activities of US\$209,000. This cash outflow was partly offset by net cash inflow from investing activities of US\$5.0 million.

## OTHER INFORMATION (CONT'D)

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

#### Cashflow (cont'd)

The cash outflow from operating activities of US\$8.7 million in FY2022 arose mainly from the cash outflow from operating loss amounting to US\$3.4 million, investment in working capital amounting to US\$4.9 million and payment of tax amounting to US\$426,000 in FY2022.

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

Not Applicable.

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

The COVID-19 lock-down in China has eased since the beginning of FY2023. However, the supply chain in the global market is still undergoing recovery and will need time to stabilize to reach the pre-Covid-19 level. The continuing US-China trade tensions and Russia-Ukraine war in Europe are expected to continue in the next 12 months and this will continue to affect the financial markets and various industries globally, aggravating inflationary pressures and price pressures in the global market. As such, we do not expect the business environment to improve and foresee the uncertain global supply chain and weak global financial markets to continue in the next 12 months.

The Group foresees the industry to remain challenging in the next 12 months. During this period, the Group will be selective in exercising priority on projects and prudence in our financial management. To stay relevant and sustainable in this dynamic market, the Group continues to invest in R&D and focus on Renewable Energy.

### 10. Dividend Information

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

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

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

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

#### (c) Date payable

Not applicable.

#### (d) Books closure date

Not applicable.

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

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

### 12. Interested person transactions

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

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

Not Applicable.



**OTHER INFORMATION (CONT'D)**

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

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

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

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

<b>Name</b>	<b>Age</b>	<b>Family relationship with any director/or CEO and/or substantial shareholder</b>	<b>Current position and duties, and the year the position was first held</b>	<b>Details of changes in duties and position held, if any, during the year</b>
Tan Boon Siong	60	Uncle of Mr Tan Joon Yong Wayne	Sales Manager in the company, since 10 April 2013.  Duties: - To manage the sales and marketing in retail outlet in Singapore.	Nil
Tan Boon Liew	57	Uncle of Mr Tan Joon Yong Wayne	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.*

On behalf of the Directors

Signed

**TAN JOON YONG WAYNE**  
 Deputy Chairman and Executive Director

28 February 2023