

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

	Note	Group					
		6 months ended		Change + / (-)	12 months ended		Change + / (-)
		31 Dec 22	31 Dec 21		31 Dec 22	31 Dec 21	
		S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue		31,279	24,500	27.7	61,745	48,087	28.4
Cost of sales		(23,218)	(16,831)	37.9	(44,532)	(33,404)	33.3
Gross profit		8,061	7,669	5.1	17,213	14,683	17.2
Other income	6	441	311	41.8	828	753	10.0
Expenses:-	6						
- Distribution and marketing		(4,109)	(2,971)	38.3	(8,338)	(5,933)	40.5
- Administrative		(3,835)	(2,999)	27.9	(6,162)	(4,816)	27.9
- Net finance income/(expenses)		27	(34)	(179.4)	5	(72)	(106.9)
- Others		(318)	(433)	(26.6)	(745)	(888)	(16.1)
		(8,235)	(6,437)	27.9	(15,240)	(11,709)	30.2
Profit before income tax	6	267	1,543	(82.7)	2,801	3,727	(24.8)
Income tax expense	7	(99)	(763)	(87.0)	(824)	(1,069)	(22.9)
Profit for the financial period representing profit attributable to owners of the Company		168	780	(78.5)	1,977	2,658	(25.6)
Profit for the financial period/year		168	780		1,977	2,658	
Other comprehensive income							
Items that will not be reclassified to profit or loss:							
Retirement benefit plan remeasurements		-	-		402	1,268	
Income tax on items that will not be reclassified to profit or loss		-	-		(26)	(336)	
Items that are or may be reclassified subsequent to profit or loss:							
Exchange difference on translation of foreign operations net of tax of \$Nil		(1,497)	243		(1,879)	(565)	
Other comprehensive income for the financial period, net of tax		(1,497)	243		(1,503)	367	
Total comprehensive income for the financial period, representing total comprehensive income attributable to owners of the Company		(1,329)	1,023		474	3,025	
Profit attributable to:-							
Owners of the Company		168	780		1,977	2,658	
Total comprehensive income attributable to:-							
Owners of the Company		(1,329)	1,023		474	3,025	
Earnings per share for profit for the period/year attributable to period/year:							
Basic (SGD in cent)		0.47	2.20		5.58	7.50	
Diluted (SGD in cent)		0.47	2.20		5.58	7.50	

B. Condensed Interim Statements of Financial Position

	Note	Group 31 Dec 2022 S\$'000	Group 31 Dec 2021 S\$'000	Company 31 Dec 2022 S\$'000	Company 31 Dec 2021 S\$'000
ASSETS					
Current assets					
Cash and cash equivalents		13,312	21,233	2,950	2,888
Trade and other receivables		15,660	13,614	7,679	5,895
Prepayments		430	377	12	8
Inventories		26,188	16,867	-	-
Finance lease receivables		-	76	-	-
Total current assets		55,590	52,167	10,641	8,791
Non-current assets					
Subsidiaries		-	-	19,137	19,137
Property, plant and equipment	9	4,994	4,795	53	133
Intangible assets		43	12	6	12
Deferred tax assets		-	-	-	-
Finance lease receivables		-	40	-	-
Total non-current assets		5,037	4,847	19,196	19,282
Total assets		60,627	57,014	29,837	28,073
LIABILITIES					
Current liabilities					
Trade and other payables		17,653	13,092	351	232
Current tax liabilities		865	945	-	3
Provision for warranty		10	64	-	-
Lease liabilities		568	724	52	85
Total current liabilities		19,096	14,825	403	320
Non-current liabilities					
Retirement benefit obligations		5	347	-	-
Lease liabilities		2,314	2,395	-	52
Total non-current liabilities		2,319	2,742	-	52
Total liabilities		21,415	17,567	403	372
NET ASSETS		39,212	39,447	29,434	27,701
EQUITY					
Capital and reserves attributable to Company's equity holders					
Share capital	10	149,642	149,642	149,642	149,642
Other reserves		14,850	16,729	18,650	18,650
Accumulated losses		(125,280)	(126,924)	(138,858)	(140,591)
Total equity		39,212	39,447	29,434	27,701

C. Condensed Interim Statements of Changes in Equity

<u>The Group</u>	Share	Capital	Foreign	Accumulated	<u>Total</u>
	<u>Capital</u>	<u>Reserve</u>	Currency	<u>losses</u>	
	S\$'000	S\$'000	Translation	S\$'000	S\$'000
			<u>Reserve</u>		
Balance at 1 January 2022	149,642	18,650	(1,921)	(126,924)	39,447
Profit for the financial year	-	-	-	1,977	1,977
Dividend paid	-	-	-	(709)	(709)
Other comprehensive income					
Retirement benefits plan remeasurement	-	-	-	402	402
Exchange differences on translation of foreign operations	-	-	(1,879)	-	(1,879)
Income tax on other comprehensive income	-	-	-	(26)	(26)
Balance at 31 December 2022	149,642	18,650	(3,800)	(125,280)	39,212
Balance at 1 January 2021	149,642	18,650	(1,356)	(130,514)	36,422
Profit for the financial year	-	-	-	2,658	2,658
Other comprehensive income					
Retirement benefits plan remeasurement	-	-	-	1,268	1,268
Exchange differences on translation of foreign operations	-	-	(565)	-	(565)
Income tax on other comprehensive income	-	-	-	(336)	(336)
Balance at 31 December 2021	149,642	18,650	(1,921)	(126,924)	39,447

<u>The Company</u>	Share	Capital	Accumulated	<u>Total</u>
	<u>Capital</u>	<u>Reserve</u>	<u>losses</u>	
	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2022	149,642	18,650	(140,591)	27,701
Total comprehensive income for the financial year	-	-	2,442	2,442
Dividend paid	-	-	(709)	(709)
Balance at 31 December 2022	149,642	18,650	(138,858)	29,434
Balance at 1 January 2021	149,642	18,650	(136,785)	31,507
Total comprehensive income for the financial year	-	-	(3,806)	(3,806)
Balance at 31 December 2021	149,642	18,650	(140,591)	27,701

D. Condensed Interim Consolidated Statement of Cash Flows

	The Group	
	12 months ended	12 months ended
	31 Dec 22 S\$'000	31 Dec 21 S\$'000
Cash flows from operating activities		
Profit for the financial year	1,977	2,658
Adjustments for:		
Income tax expense	824	1,069
Depreciation and amortisation	910	828
Retirement benefit plan expense	306	399
Interest expenses	68	80
Interest income	(73)	(8)
Impairment on inventories	473	387
Written off on inventories	73	-
Recoverable on trade receivables, net	(5)	-
Reversal of impairment on third party trade receivables	(139)	(67)
Gain on disposal of property, plant and equipment	(7)	-
Provision made for warranty	(7)	1
Net foreign exchange loss	76	384
Operating profit before working capital changes	<u>4,477</u>	<u>5,732</u>
Changes in operating assets and liabilities		
Inventories	(11,576)	(1,078)
Trade and other receivables	(4,453)	(1,940)
Prepayments	(95)	(175)
Trade and other payables	5,384	1,367
Provision for warranty	(46)	(35)
Retirement benefit contribution paid	(170)	(229)
Cash generated from operations	<u>(6,479)</u>	<u>3,642</u>
Income tax paid	(855)	(738)
Net cash (used in)/from operating activities	<u>(7,334)</u>	<u>2,904</u>
Cash flows from investing activities		
Acquisition of property, plant and equipment	(367)	(83)
Acquisition of intangible assets	(53)	-
Proceed on disposal of property, plant and equipment	8	-
Interest received	74	8
Net cash used in investing activities	<u>(338)</u>	<u>(75)</u>
Cash flows from financing activities		
Proceed from finance leases	122	70
Repayment of obligations under leases	(831)	(732)
Dividends paid	(709)	-
Interest paid	(68)	(80)
Net cash used in financing activities	<u>(1,486)</u>	<u>(742)</u>
Net (decrease)/increase in cash and cash equivalents	<u>(9,158)</u>	<u>2,087</u>
Beginning of financial year	<u>21,233</u>	<u>19,279</u>
Effects of exchange rate changes on cash and cash equivalents	1,237	(133)
End of financial year	<u><u>13,312</u></u>	<u><u>21,233</u></u>

E. Notes to the Condensed Interim Consolidated Financial Statements

1. Corporate information

Brook Crompton Holdings Ltd ("the Company") is incorporated and domiciled in Singapore and whose shares are publicly traded on the Mainboard of the Singapore Exchange. These condensed interim consolidated financial statements as at and for the six months period and full year ended 31 December 2022 comprise the Company and its subsidiaries (collectively, the Group). The address of its registered office and principal place of business is 19 Keppel Road, #08-01 Jit Poh Building, Singapore 089058.

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

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

2. Basis of Preparation

The condensed interim financial statements for the year ended 31 December 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 the events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last interim financial statements for the period ended 30 June 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 Singapore dollar which is the Company's functional currency.

2.1. New and amended standards adopted by the Group

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

2.2. Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2022.

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

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

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

Brook Crompton Holdings Ltd.
Unaudited Full Year Financial Statement And Dividend Announcement For The Financial Year Ended 31 December 2022

3. Seasonal operations

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

4. Segment and revenue information

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

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

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

4.1. Reportable segments

	United Kingdom & Continental Europe	North America	Asia Pacific	Corporate	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
6 months period from 1 July 2022 to 31 December 2022					
<u>Revenue</u>					
Total segment revenue	15,830	12,829	3,764	-	32,423
Inter-segment revenue	(29)	(1,114)	-	-	(1,143)
Revenue from external parties	15,801	11,715	3,764	-	31,280
<u>Other income</u>					
Administrative fee income	95	48	-	4	147
License fee income	258	-	-	-	258
Rental income	21	-	-	-	21
Miscellaneous income	14	-	-	-	14
Total other income	389	48	-	4	441
Total revenue and other income	16,190	11,763	3,764	4	31,721
Segment results	709	1,274	(206)	(834)	944
Interest income	46	3	-	16	65
Interest expense	(22)	(5)	(9)	(2)	(38)
Depreciation and amortisation	(269)	(124)	(63)	(45)	(501)
Impairment on impairment of inventories	149	(357)	-	-	(208)
Inventories written off	(5)	(67)	(2)	-	(73)
Trade receivables recovered	5	-	-	-	5
Reversal of impairment on trade receivables	80	-	(8)	-	72
Profit before taxation	694	724	(287)	(864)	266
Taxation	(29)	(58)	-	(11)	(99)
Earnings for the interim period	665	666	(287)	(875)	168

4.1. Reportable segments (Continued)

	United Kingdom & Continental Europe S\$'000	North America S\$'000	Asia Pacific S\$'000	Corporate S\$'000	Total S\$'000	
6 months period from 1 July 2021 to 31 December 2021						
<u>Revenue</u>						
Total segment revenue	12,335	11,758	1,749	-	25,842	
Inter-segment revenue	(8)	(1,333)	-	-	(1,341)	
Revenue from external parties	12,327	10,425	1,749	-	24,500	
<u>Other income</u>						
Administrative fee income	2	48	-	1	51	
License fee income	224	-	-	-	224	
Rental income	24	-	-	-	24	
Miscellaneous income	11	-	1	-	12	
Total other income	261	48	1	1	311	
Total revenue and other income	12,588	10,473	1,750	1	24,811	
Segment results	1,298	1,329	-	13	(499)	2,116
Interest income	1	2	-	-	-	3
Interest expense	(25)	(8)	-	(4)	-	(37)
Depreciation and amortisation	(237)	(116)	(2)	(47)	-	(402)
Impairment on inventories	(26)	(179)	-	-	-	(205)
Reversal of impairment on trade receivables	67	-	-	-	-	67
Profit before taxation	1,079	1,029	(15)	(550)	-	1,543
Taxation	(322)	(434)	-	(6)	-	(762)
Earnings for the interim period	757	595	(15)	(556)	-	780

	United Kingdom & Continental Europe S\$'000	North America S\$'000	Asia Pacific S\$'000	Corporate S\$'000	Total S\$'000
12 months period from 1 January 2022 to 31 December 2022					
<u>Revenue</u>					
Total segment revenue	32,051	27,253	5,248	-	64,552
Inter-segment revenue	(53)	(2,754)	-	-	(2,807)
Revenue from external parties	31,998	24,499	5,248	-	61,745
<u>Other income</u>					
Administrative fee income	98	27	-	84	209
License fee income	466	-	-	-	466
Rental income	44	-	-	-	44
Miscellaneous income	77	29	-	2	109
Total other income	686	56	-	86	828

	United Kingdom & Continental Europe	North America	Asia Pacific	Corporate	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
4.1. Reportable segments (Continued)					
Segment assets	29,972	12,262	2,595	12,185	57,014
Deferred income tax assets	-	-	-	-	-
Total assets per statement of financial position	29,972	12,262	2,595	12,185	57,014
Expenditures for segment non-current assets					
- Additions to property, plant and equipments	83	55	-	-	138
Segment liabilities	9,047	6,648	559	368	16,622
Current income tax liabilities	429	510	3	3	945
Total liabilities per statement of financial position	9,476	7,158	562	371	17,567

4.2. Disaggregation of Revenue

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

	Group			
	6 months from 1 July 2021 to 31 December 2021			
	United Kingdom & Continental Europe	North America	Asia Pacific	Total
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Types of goods:</u>				
Electric motors	12,326	10,425	1,749	24,500
<u>Timing of transfer of goods:</u>				
Point in time	12,326	10,425	1,749	24,500

4.2. Disaggregation of Revenue (Continued)

	Group			
	12 months period from 1 January 2022 to 31 December 2022			
	United Kingdom & Continental Europe	North America	Asia Pacific	Total
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Types of goods:</u> Electric motors	31,998	24,499	5,248	61,745
<u>Timing of transfer of goods:</u> Point in time	31,998	24,499	5,248	61,745

	Group			
	12 months period from 1 January 2021 to 31 December 2021			
	United Kingdom & Continental Europe	North America	Asia Pacific	Total
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Types of goods:</u> Electric motors	25,553	19,656	2,878	48,087
<u>Timing of transfer of goods:</u> Point in time	25,553	19,656	2,878	48,087

5. Financial assets and financial liabilities

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

	The Group		The Company	
	31 Dec 2022	31 Dec 2021	31 Dec 2022	31 Dec 2021
	S\$'000	S\$'000	S\$'000	S\$'000
Financial Assets				
Trade and other receivables	15,660	13,614	7,679	5,895
Cash and cash equivalents	13,312	21,233	2,950	2,888
Finance lease receivables	-	116	-	-
Financial assets at amortised costs	28,972	34,963	10,629	8,783
Financial Liabilities				
Trade and other payables	(17,653)	(13,092)	(351)	(232)
Finance lease liabilities	(2,882)	(3,119)	(52)	(137)
Financial liabilities at amortised costs	(20,535)	(16,211)	(403)	(369)

Estimation of fair value

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

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

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

6. Profit before taxation

6.1. Significant items

	Group			
	6 months ended		12 months ended	
	31-Dec-22	31-Dec-21	31-Dec-22	31-Dec-21
	S\$'000	S\$'000	S\$'000	S\$'000
(i) Other Income				
Administrative fee income	147	51	209	162
License fee income	258	224	466	429
Rental income	21	24	44	48
Miscellaneous income	14	12	109	114
	<u>441</u>	<u>311</u>	<u>828</u>	<u>753</u>
(ii) Net finance expenses				
Finance lease expenses	38	37	68	80
Finance income on placement of fixed deposits	(63)	-	(69)	(1)
Finance lease income	(3)	(3)	(5)	(7)
	<u>(65)</u>	<u>(3)</u>	<u>(73)</u>	<u>(8)</u>
Net finance (income)/expenses	<u>(27)</u>	<u>34</u>	<u>(5)</u>	<u>72</u>
(iii) Expenses				
Depreciation of property, plant and equipment	502	402	910	828
Gain on disposal of property, plant and equipment	(7)	-	(7)	-
Reversal on impairment on third party trade receivables	(78)	(67)	(139)	(67)
Recovered from third party trade receivables	(5)	-	(5)	-
Impairment on inventories	208	205	473	387
Inventories written off	73	-	73	-
Foreign exchange loss, net	704	57	632	47

6.2. Related party transactions

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

7. Taxation

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

	Group			
	6 months ended		12 months ended	
	31-Dec-22	31-Dec-21	31-Dec-22	31-Dec-21
	S\$'000	S\$'000	S\$'000	S\$'000
Current income tax expense	125	701	846	984
Deferred income tax expense relating to origination and reversal of temporary differences	(25)	61	(22)	84
	<u>100</u>	<u>763</u>	<u>824</u>	<u>1,069</u>

8. Net Asset Value

	Group		Company	
	31 Dec	31 Dec	31 Dec	31 Dec
	2022	2021	2022	2021
	S\$	S\$	S\$	S\$
Net asset value per ordinary share	110.6	111.2	83.0	78.1

9. Property, plant and equipment

During the year ended 31 December 2022, the Group acquired assets amounting to S\$367,000 (31 December 2021: S\$83,000) and dispose of assets with net book value of S\$1,000 (31 December 2021: Nil) in the financial year.

10. Share Capital

	The Group and the Company			
	31 December 2022		31 December 2021	
	Number of shares	Amount	Number of shares	Amount
	'000	S\$'000	'000	S\$'000
Beginning and end of financial year	35,459	149,642	35,459	149,642

The Company did not hold any treasury shares as at 31 December 2022 and 31 December 2021.

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

11. Subsequent events

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

F Other information required under Listing Rule Appendix 7.2

1. Review

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

2. Review or performance of the Group

Condensed Interim Consolidated Statement of Profit or Loss

Group Performance for 6 months period from 1 July 2022 to 31 December 2022 - 2nd Half Year 2022 ("2HY 2022")

Cumulative sales for 6 months in 2HY 2022 is S\$31.3 million, increase by 27.7% as compared to the corresponding preceding 2HY 2021 sales of S\$24.5 million. This is mainly due to sales picking up in United Kingdom market, United States market and additional sales contributed by new markets, ie Australia and Italy. Gross profit in 2HY 2022 is much lower as compared to 2HY 2021, resulted from lower margin contributed for the bulk orders from customers and additional impairment on inventories in 2HY 2022.

Other income for 6 months in 2HY 2022 is much higher as compared to 2HY 2021 mainly due higher license fee income and administrative fee income reimbursed from related companies for cost sharing.

Cumulative overall expenses in 2HY 2022 increased by 21.1% to S\$7.8 million as compared to S\$6.4 million in 2HY 2021. This is mainly caused by higher distribution, marketing and administrative expenses in 2HY 2022. Higher distribution and marketing expenses in 2HY 2022, resulted from higher sales commission and transportation resulted from higher sales in 2HY 2022. At the same time, there is restructuring costs incurred in 2022. Besides, administrative expenses and other expenses are much higher as compared to 2HY 2021 mainly due additional operating costs for new regions, with additional headcount hired to support the operations of the new entities.

Net finance income position in 2HY 2022 mainly due increase in interest rate, hence higher interest income derived from fixed deposits placement in 2HY 2022. However, in 2HY2021 finance lease expense is much higher as compared to finance lease income.

As a result of the above, profit before income tax decrease significantly to S\$0.3 million and EBITDA (earnings before interest, tax, depreciation and amortisation) decrease to S\$0.7 million in 2HY 2022 from S\$1.9 million in 2HY 2021. Income tax expense in 2HY 2022 is much lower as compared to prior year, due to lower profit before tax attributable during the financial period.

Group Performance for 12 months period from 1 January 2022 to 31 December 2022 ("2022")

Cumulative sales for 12 months in 2022 is S\$61.7 million, increase by 28.4% as compared to the corresponding preceding 2021 sales of S\$48.1 million. This is mainly due to sales picking up in United Kingdom market, United States market and additional sales contributed by new markets, ie Australia and Italy. Gross profit in 2022 is much lower as compared to 2021, resulted from lower margin contributed for the bulk orders from customers and additional impairment on inventory in 2022.

Other income for 12 months in 2022 is much higher as compared to 2021 mainly due higher license fee income and administrative fee income reimbursed from related companies for cost sharing.

Cumulative overall expenses for 12 months in 2022 increase by 26.4% to S\$14.8 million as compared to S\$11.7 million in 2021. The distribution, marketing and administrative expenses in 2022 is much higher as compared to 2021, mainly due higher sales commission and transportation resulted from higher sales in 2022. At the same time, there is restructuring costs incurred in 2022. Besides, administrative expenses and other expenses are much higher as compared to 2021 mainly due additional operating costs for new regions, with additional headcount hired to support the operations of the new entities.

Net finance income position in 2022 mainly due increase in interest rate, hence higher interest income derived from fixed deposits placement in 2022. However, net finance expense in 2021 mainly due to higher finance lease expenses as compared finance income.

As a result of the above, profit before income tax decrease by 24.8% to S\$2.8 million and EBITDA (earnings before interest, tax, depreciation and amortisation) decrease to S\$3.7 million in 2022 from S\$4.6 million in 2021. Income tax expense in 2022 is much lower as compared to prior year, due to lower profit before tax attributable during the financial year.

Condensed Interim Statement of Financial Position

Net assets decreased by 0.6% to S\$39.2 million as compared to year ended 2021's S\$39.4 million, after taking in the profit of S\$2.0 million, dividends paid of S\$0.7 million and exchange differences on translation of foreign operations of S\$1.9 million for the financial year 2022. Current ratio remains at a healthy level of 2.9 as at 31 December 2022.

The cash and bank balance decreased by 37% to S\$13.3 million mainly resulted from stocks investment in new regions of the Company and additional buffer stocks kept in respective region to meet the demand of the customers.

Trade and other receivables increased by 15% to S\$15.7 million from prior year of S\$13.6 million, resulted from sales picking up last few months of the financial year and additional sales contributed by new regions. As at 31 December 2022, only 4.2% of overall trade receivables are past due more than 180 days and 1.2% of overall trade receivables are past due 91 – 180 days, after management has performed an assessment of the estimated the future cash flows of the debts and determined expected credit losses.

The Inventories as at 31 December 2022 increased by 55% as compared with prior year with S\$16.9 million as at 31 December 2021. Significant increased in inventories mainly due to stocks investment in new business region, such as Australia and Italy. At the same time, with experienced of supply chain problem, the Company has to keep more stocks to meet the demand of the customers.

Current liabilities have increased by 29% to S\$19.1 million from S\$14.8 million prior year. The increase mainly due increased in trade payables, resulted from slow payment made to suppliers due to longer shipment time from Factory, most of the goods shipped by factory have yet to be received and unable to settle the payment to suppliers. These are mainly relate to sales orders under ex-works incoterms. Overdue invoices that relate to goods in transits have yet to be settled.

Non current liabilities have decreased by 15% to S\$2.3 million from S\$2.7 million prior year. The decrease mainly due to lower retirement benefits obligations in Brook Crompton North America. At the same time, lease liabilities gradually reduced with remaining lease term.

Condensed Interim Consolidated Statement of Cash Flows

Net cash used in operating activities of S\$7.3 million in current financial year. However, prior year is net cash generated from operating activities of S\$2.9 million. This is mainly due to stocks investments in new regions and higher stocks maintained in United Kingdom and North America warehouse.

Net cash used in financing activities in 12 months ended, 31 December 2022 is much higher as compared to prior year, mainly due dividend pay-out in current financial year and additional repayment of lease obligations for new region.

Net cash position stand at S\$13.3 million as at 31 December 2022, which is much lower as compared to net cash position of S\$21.2 million as at 31 December 2021.

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

Not applicable.

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.

In the 2nd part of the 2022 we continued to see the pattern of strong orders and revenue in most regions compared to same period 2021. During the second half of the year restrictions were lifted in the majority of countries, excepting China. China's "Zero Covid" tolerance had some impact on deliveries and the effectiveness of manufacturing within China which had an impact on supply chain and therefore revenue for the Group which continued to experience long lead times from factories who were managing the impact of high order input in the first half of the 2022. Inventory available in the Group's 5 warehouses has supported through the long lead times from suppliers. During the second half of the year the raw material prices such as copper, electrical steel and cast iron reduced, however this was largely offset by increasing energy costs.

The strategy taken by management to expand suppliers in Europe and China has supported the demand and high growth of sales revenue - up 33.9% from prior year.

At a regional level the growth in sales was achieved in all regions against the prior year – UK by 12%, USA by 29% Canada by 16 % and Asia Pacific by 54%.

At the end of the trading year, the Company thanks its shareholders, employees and Directors for their support through last 12 months and looks forward to a year of collaboration and face to face meetings with our customers and colleagues, moving our business in a positive direction.

During the second half of 2022 the Group has seen the first significant revenue from its operation in Australia, with has a growing order book stretching into the second half of 2023 driven by the demand in the energy sector which places the Company in an improved position to develop its wider Asia Pacific business in 2023.

Whilst the core market in the UK showed a healthy positive development in both orders and sales revenue, the Group's newly acquired business in Italy faced challenging conditions in 2022 with local market uncertainty linked to the impact of the conflict in Ukraine, but this was partly offset by using this operation to develop new business channels in North Africa. The Group has appointed new management to further develop its European Union business.

In the North American market, the Canadian business was able to maintain stability, with the USA showing healthy growth which is expected to continue into 2023.

Reductions in the rates of container shipping globally, predictions for falling inflation and interest rates, combined with continued demand in the Company's core segments lead the Management to be confident of the trend continuing in 2023.

Whilst we are expecting healthy growth in the coming year with our well-established strategy and customer base for traditional Industrial Energy efficient products, we also recognise the need and the rapid market demand for renewable energy and energy storage. In the coming year we will be adding and introducing products and solution in our portfolio to cover and expand further into the renewable energy market such as household battery storage and energy storage systems.

5. Dividend information

(a) Current Financial Period Reported On

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

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

The Directors are pleased to declare a tax exempt one-tier final cash dividend of 2.0 cents per share. (2021: 2 cents dividend declared) in respect of financial year ended 31 December 2022.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

(c) Date payable

30 May 2023

(d) Books closure date

Date on which Registrable Transfers received by the Company will be registered before entitlements to the dividend are determined:
 12 May 2023, 5:00pm.

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

Not applicable.

6. Interested Persons Transactions

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

Name of Interested Person	Nature of relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)		
		6 months ended		12 months ended		
		31 Dec 22	31 Dec 21	31 Dec 22	31 Dec 21	
		S\$'000	S\$'000	S\$'000	S\$'000	
<u>General Transactions</u>						
<i>Purchase:-</i>						
Wolong Electric Group Co Ltd	Associates of Controlling Shareholders	7,808	1,538	10,104	7,141	
Wolong Electric (Vietnam) Company Limited		2,748	1,309	8,100	3,363	
Wolong Americas LLC		-	375	-	711	
ATB Tamel S.A		6,357	6,277	12,130	11,123	
ATB UK Group		178	178	318	283	
ATB Schorch		1,040	7	1,040	274	
ATB Nordenham GmbH		676	571	1,117	712	
ATB Welzheim		223	240	667	518	
AT Sever A.D.		161	173	590	375	
<i>Sales:-</i>						
ATB Motors B.V		(245)	-	(245)	-	
Wolong EMEA Germany		(68)	-	(68)	-	
		18,877	10,669	33,752	24,499	

The 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) are Nil for 6 months and 12 months period ended 31 December 2022.

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

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

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

First Half Year
 Turnover
 Earnings for the financial period

Second Half Year
 Turnover
 Earnings for the financial period

	Group		Increase/ (Decrease)
	2022 S\$'000	2021 S\$'000	
Turnover	30,466	23,587	29%
Earnings for the financial period	1,809	1,878	-4%
Turnover	31,279	24,500	28%
Earnings for the financial period	168	780	-78%

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

Pursuant to Rule 704(13) of the Listing Manual, Brook Crompton Holdings Ltd confirms that there are no persons occupying a managerial position in the Company or in any of its principal subsidiaries who is a relative of a director, chief executive officer or substantial shareholder of the Company.

10. Confirmation by the Board

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render these interim financial results to be false or misleading in any material aspect.

On behalf of the Board of Directors

Pang Xinyuan
Director

Chao Mun Leong
Director

By Order of the Board

Pang Xinyuan
Director
Singapore, 23 February 2023