



**THE TRENDLINES GROUP LTD.**

(Incorporated in Israel)

(Company Registration No. 513970947)

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**WRITE-OFF OF PORTFOLIO COMPANY: STIMATIX G.I. LTD.**

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The Board of Directors of The Trendlines Group Ltd. (the “**Company**”) wishes to announce that the acquirer of the assets of portfolio company Stimatix G.I. Ltd. (“**Stimatix**”), has informed the Company that it is discontinuing the marketing of the product of Stimatix , low-profile solutions for colostomy management, as they are refocusing aspects of their product portfolio.

The assets of Stimatix were purchased by the acquirer in 2014 to sell Stimatix’s ostomy products worldwide. In 2019, the product was launched in the market. The acquisition transaction by the acquirer included a cash payment at closing, milestone payments, and royalties from sales of Stimatix’s products. Trendlines has been paid approximately US\$2.7 million, to date, in the form of dividends distributed by Stimatix, from the funds received from the sale of the assets. Trendlines holds a 28.14% interest in Stimatix as at date of this announcement.

Accordingly, due to the discontinuation of the product marketing of Stimatix, the current carrying value of Stimatix in the Group’s portfolio valuation amounting to \$7.9 million will be written off in the Group’s financial statements for the financial year ended 31 December 2022.

**BY ORDER OF THE BOARD**

Haim Brosh

Chief Financial Officer and Joint Company Secretary

14 July 2022

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*This announcement has been reviewed by the Company’s sponsor, PrimePartners Corporate Finance Pte. Ltd. (the “**Sponsor**”). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the “**Exchange**”) and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.*

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