



**TRICKLESTAR LIMITED**

(Incorporated in the Republic of Singapore on 31 October 2018)

(Company Registration Number: 201837106C)

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**AUDITED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTHS AND FULL YEAR ENDED 31 DECEMBER 2021**

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TrickleStar Limited (the “**Company**”) was incorporated in Singapore on 31 October 2018 under the Singapore Companies Act (Chapter 50) as a private limited company. The Company and its subsidiaries (the “**Group**”) was formed through a restructuring exercise (the “**Restructuring Exercise**”) which involved a series of rationalisation of the corporate and shareholding structure as well as business and operations of our Group prior to the Company’s listing on the Catalist Board of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) (“**Catalist**”). Please refer to the Company’s offer document dated 3 June 2019 (the “**Offer Document**”) for further details on the Restructuring Exercise. The Company was admitted to Catalist on 18 June 2019.



**TRICKLESTAR LIMITED**  
**(Company Registration No. 201837106C)**

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**TRICKLESTAR LIMITED**  
(Company Registration No. 201837106C)

**A. Condensed Interim Statements of Financial Position**

	Note	Group		Company	
		As at 31-Dec-2021 US\$	As at 31-Dec-2020 US\$	As at 31-Dec-2021 US\$	As at 31-Dec-2020 US\$
<b>Assets</b>					
<b>Non-current assets</b>					
Property, plant and equipment	3	126,423	148,949	-	-
Intangible assets	4	358,007	938,550	-	-
Investment in subsidiaries	5	-	-	6,410,291	6,286,017
		<u>484,430</u>	<u>1,087,499</u>	<u>6,410,291</u>	<u>6,286,017</u>
<b>Current assets</b>					
Inventories	6	2,846,695	4,474,005	-	-
Trade and other receivables	7	2,642,887	2,215,083	289,794	148,437
Cash and bank balances	8	3,131,108	3,671,880	1,651,724	1,684,087
		<u>8,620,690</u>	<u>10,360,968</u>	<u>1,941,518</u>	<u>1,832,524</u>
<b>Total assets</b>		<u>9,105,120</u>	<u>11,448,467</u>	<u>8,351,809</u>	<u>8,118,541</u>
<b>Equity and liabilities</b>					
<b>Capital and reserves</b>					
Share capital	9	7,417,635	7,304,838	7,417,635	7,304,838
Merger reserve		(111,376)	(111,376)	-	-
Share grant reserve		32,480	21,003	32,480	21,003
Foreign currency translation reserve		(37,467)	26,946	-	-
(Accumulated losses)/Retained earnings		<u>(2,238,395)</u>	<u>648,073</u>	<u>870,550</u>	<u>484,082</u>
		<u>5,062,877</u>	<u>7,889,484</u>	<u>8,320,665</u>	<u>7,809,923</u>
<b>Non-current liabilities</b>					
Deferred tax liabilities		575,595	57,620	-	-
Lease liabilities		-	52,585	-	-
		<u>575,595</u>	<u>110,205</u>	<u>-</u>	<u>-</u>
<b>Current liabilities</b>					
Trade and other payables	10	2,903,172	3,375,017	31,144	287,099
Lease liabilities		57,175	38,489	-	-
Provision		5,201	13,014	-	-
Borrowings	11	500,000	-	-	-
Income tax liabilities		1,100	22,258	-	21,519
		<u>3,466,648</u>	<u>3,448,778</u>	<u>31,144</u>	<u>308,618</u>
<b>Total liabilities</b>		<u>4,042,243</u>	<u>3,558,983</u>	<u>31,144</u>	<u>308,618</u>
<b>Total equity and liabilities</b>		<u>9,105,120</u>	<u>11,448,467</u>	<u>8,351,809</u>	<u>8,118,541</u>

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

	Note	Group					
		6 months ended 31 Dec		Increase/ (Decrease) %	Full year ended 31 Dec		Increase/ (Decrease) %
		2021 US\$	2020 US\$		2021 US\$	2020 US\$	
<b>Revenue</b>	12	5,624,295	6,345,932	(11.4)	11,288,146	12,850,046	(12.2)
Cost of sales		<u>(5,272,369)</u>	<u>(4,908,980)</u>	7.4	<u>(9,492,032)</u>	<u>(9,646,344)</u>	(1.6)
Gross profit		351,926	1,436,952	(75.5)	1,796,114	3,203,702	(43.9)
Other income	13	500,044	61,562	712.3	568,749	70,660	704.9
Selling and distribution expenses		(405,980)	(427,355)	(5.0)	(891,105)	(881,718)	1.1
Administrative expenses		(2,583,083)	(969,680)	166.4	(3,334,003)	(1,719,230)	93.9
Finance costs	14	<u>(11,266)</u>	<u>(2,279)</u>	394.3	<u>(14,076)</u>	<u>(4,819)</u>	192.1
<b>(Loss)/Profit before tax</b>	15	<u>(2,148,359)</u>	<u>99,200</u>	NM	<u>(1,874,321)</u>	<u>668,595</u>	NM
Income tax (expense)/credit	16	<u>(520,723)</u>	<u>106,770</u>	NM	<u>(519,491)</u>	<u>44,086</u>	NM
<b>(Loss)/Profit for the period/year</b>		<u>(2,669,082)</u>	<u>205,970</u>	NM	<u>(2,393,812)</u>	<u>712,681</u>	NM
<b>Other comprehensive income:</b>							
<i>Items that may be reclassified subsequently to profit or loss:</i>							
Exchange differences on translating foreign operations		<u>(57,052)</u>	<u>17,934</u>	NM	<u>(64,413)</u>	<u>8,695</u>	NM
Other comprehensive income for the financial period, net of tax		<u>(57,052)</u>	<u>17,934</u>	NM	<u>(64,413)</u>	<u>8,695</u>	NM
<b>Total comprehensive income for the financial period/year</b>		<u>(2,726,134)</u>	<u>223,904</u>	NM	<u>(2,458,225)</u>	<u>721,376</u>	NM
<b>Earnings per share attributable to owners of the Company (cents)</b>							
Basic and diluted (cents)		<u>(3.23)</u>	<u>0.25</u>	NM	<u>(2.90)</u>	<u>0.87</u>	NM

NM : Not Meaningful

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

<b>Group</b>	<b>Share capital US\$</b>	<b>Merger reserve US\$</b>	<b>Share grant reserve US\$</b>	<b>Foreign currency translation reserve US\$</b>	<b>(Accumulated losses) /Retained earnings US\$</b>	<b>Total equity US\$</b>
Balance as at 1 January 2021	7,304,838	(111,376)	21,003	26,946	648,073	7,889,484
Loss for the year	-	-	-	-	(2,393,812)	(2,393,812)
<i>Other comprehensive income for the financial year</i>						
Exchange differences on translating foreign operations	-	-	-	(64,413)	-	(64,413)
<b>Total comprehensive loss for the financial year</b>	-	-	-	(64,413)	(2,393,812)	(2,458,225)
Performance share plan expenses	-	-	124,274	-	-	124,274
Performance shares issued	112,797	-	(112,797)	-	-	-
Dividends	-	-	-	-	(492,656)	(492,656)
<b>Total transactions with owners, recognised directly in equity</b>	112,797	-	11,477	-	(492,656)	(368,382)
Balance as at 31 December 2021	7,417,635	(111,376)	32,480	(37,467)	(2,238,395)	(5,062,877)

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

<b>Group</b>	<b>Share capital US\$</b>	<b>Merger reserve US\$</b>	<b>Share grant reserve US\$</b>	<b>Foreign currency translation reserve US\$</b>	<b>(Accumulated losses)/ Retained earnings US\$</b>	<b>Total equity US\$</b>
Balance as at 1 January 2020	7,191,788	(111,376)	7,685	18,251	(64,608)	7,041,740
Profit for the year	-	-	-	-	712,681	712,681
<i>Other comprehensive income for the financial year</i>						
Exchange differences on translating foreign operations	-	-	-	8,695	-	8,695
<b>Total comprehensive income for the financial year</b>	-	-	-	8,695	712,681	721,376
Performance share plan expenses	-	-	126,368	-	-	126,368
Performance shares issued	113,050	-	(113,050)	-	-	-
<b>Total transactions with owners, recognised directly in equity</b>	113,050	-	13,318	-	-	126,368
Balance as at 31 December 2020	7,304,838	(111,376)	21,003	26,946	648,073	7,889,484

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

Company	Share capital US\$	Share grant reserve US\$	(Accumulated losses)/ Retained earnings US\$	Total equity US\$
Balance at 1 January 2021	7,304,838	21,003	484,082	7,809,923
Profit for the year, representing total comprehensive income for the financial year	-	-	879,121	879,121
Performance share plan expenses	-	124,274	-	124,274
Performance shares issued	112,797	(112,797)	-	-
Dividends	-	-	(492,653)	(492,653)
<b>Total transactions with owners, recognised directly in equity</b>	<b>112,797</b>	<b>11,477</b>	<b>(492,653)</b>	<b>(368,379)</b>
<b>Balance as at 31 December 2021</b>	<b>7,417,635</b>	<b>32,480</b>	<b>870,550</b>	<b>8,320,665</b>
Balance at 1 January 2020	7,191,788	7,685	(839,499)	6,359,974
Profit for the year, representing total comprehensive income for the financial year	-	-	1,323,581	1,323,581
Performance share plan expenses	-	126,368	-	126,368
Performance shares issued	113,050	(113,050)	-	-
<b>Total transactions with owners, recognised directly in equity</b>	<b>113,050</b>	<b>13,318</b>	<b>-</b>	<b>126,368</b>
<b>Balance as at 31 December 2020</b>	<b>7,304,838</b>	<b>21,003</b>	<b>484,082</b>	<b>7,809,923</b>

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

	Note	Group	
		31-Dec-2021	31-Dec-2020
		US\$	US\$
<b>Cash flows from operating activities</b>			
(Loss)/Profit before tax		(1,874,321)	668,595
Adjustments for:			
Depreciation of property, plant and equipment		92,480	80,032
Amortisation of intangible assets		-	12,142
(Reversal)/Loss allowance made	7	(15,525)	14,622
Bad debts written off	15	-	225
Plant and equipment written off		-	1
Provision		(7,813)	3,100
Inventories write-down	15	533,150	150,000
Interest income		(589)	(1,037)
Performance share plan expenses		124,274	126,368
Interest expense		14,076	4,819
Impairment loss on intangible assets		1,496,728	-
<b>Operating cash flows before working capital changes</b>		<b>362,460</b>	<b>1,058,867</b>
Inventories		1,094,160	(357,591)
Trade and other receivables		(470,254)	672,061
Trade and other payables		(471,845)	211,074
<b>Cash generated from operations</b>		<b>514,521</b>	<b>1,584,411</b>
Income tax refunded		36,817	127,588
<b>Net cash generated from operating activities</b>		<b>551,338</b>	<b>1,711,999</b>
<b>Cash flows from investing activities</b>			
Purchase of intangible assets		(41,244)	(28,180)
Purchase of plant and equipment		(916,185)	(558,107)
Dividend paid		(492,656)	-
Interest received		589	1,037
<b>Net cash used in investing activities</b>		<b>(1,449,496)</b>	<b>(585,250)</b>
<b>Cash flows from financing activities</b>			
Fixed deposit pledged		(1,500,000)	-
Proceeds from borrowings		500,000	-
Interest paid		(9,493)	-
Repayment of lease liabilities		(67,642)	(55,957)
<b>Net cash used in financing activities</b>		<b>(1,077,135)</b>	<b>(55,957)</b>
<b>Net change in cash and cash equivalents</b>		<b>(1,975,293)</b>	<b>1,070,792</b>
<b>Cash and cash equivalents at beginning of financial year</b>		<b>3,663,941</b>	<b>2,592,688</b>
<b>Effects of currency translation on cash and cash equivalents</b>		<b>(65,197)</b>	<b>461</b>
<b>Cash and cash equivalents at the end of financial year</b>		<b>1,623,451</b>	<b>3,663,941</b>

**TRICKLESTAR LIMITED**  
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**E. Notes to the Condensed Interim Financial Statements**

**1. Corporate information**

TrickleStar Limited (the “Company”) (Registration number 201837106C) is a public limited company incorporated and domiciled in Singapore with its registered office and principal place of business at 80 Robinson Road #02-00 Singapore 068898 and C3-U6-15 Solaris Dutamas, Jalan Dutamas 1, 50480 Kuala Lumpur, Wilayah Persekutuan Malaysia respectively. The Company was listed on the Catalist Board of the Singapore Exchange Securities Trading Limited (“SGX-ST”) on 18 June 2019.

The principal activities of the Company are investment holding and provision of management services.

**2. Basis of preparation**

**2.1 *Statement of compliance***

The condensed interim financial statements for the six months and full year ended 31 December 2021 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“SFRS(I)s”) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore.

The condensed interim financial statements does 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 the performance of the Group since the last annual financial statements for the year ended 31 December 2021.

Other than the adoption of the amended standards as set out in Note 2.5, there were no changes in accounting policies and methods of computation adopted in the financial statements for the current reporting period as compared to the most recent audited annual financial statements as at 31 December 2021, which were in accordance with SFRS(I)s.

**2.2 *Basis of measurement***

The condensed interim financial statements have been prepared on the historical cost basis except as otherwise described in the notes below.

The condensed interim financial statements have been prepared on a going concern basis, since the directors have verified that there are no financial, operating or other types of indicators that might cast significant doubt upon the Group’s ability to meet its obligations in the foreseeable future and particularly within the 12 months from the end of the reporting period.

**2.3 *Functional and presentation currency***

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

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

**2.4 Use of estimates and judgements**

The preparation of the condensed interim financial statements in conformity with SFRS(I)s requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

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

- Note 4 – Impairment loss on intangible assets
- Note 6 – Inventory obsolescence
- Note 7 – Loss allowance for impairment of trade receivables

**2.5 New standards and amendments 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.

**2.6 Measurement of fair values**

The Group categorises fair value measurements using a fair value hierarchy that is dependent on the valuation inputs used as follows:

- Level 1 – Quoted prices (unadjusted) in active market for identical assets or liabilities that the Company can access at the measurement date,
- Level 2 – Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly, and
- Level 3 – Unobservable inputs for the asset or liability

The carrying amount of current financial assets and financial liabilities recorded at amortised cost in the financial statements approximate their respective fair value as at reporting date due to the short term maturity of these balances.

The fair value of non-current financial liabilities that is not carried at fair value in relation to lease liabilities approximate its fair value as the liabilities is subject to interest rates close to market rate of interest for similar arrangements with financial institutions.

**2.7 Seasonal Operations**

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



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

**3. Property, plant and equipment**

<u>Group</u>	<u>Computer</u> US\$	<u>Tools and equipment</u> US\$	<u>Furniture and fittings</u> US\$	<u>Office equipment</u> US\$	<u>Renovation</u> US\$	<u>Machinery</u> US\$	<u>Buildings</u> US\$	<u>Total</u> US\$
<b>Cost</b>								
At 1 January 2020	66,111	297,086	53,568	6,204	44,363	12,361	114,550	594,243
Adoption of IFRS 16	-	-	-	-	-	-	64,623	64,623
Additions	28,180	-	-	-	-	-	-	28,180
Written off	(1,453)	-	-	-	-	-	-	(1,453)
Currency re-alignment	297	-	62	-	66	-	-	425
At 31 December 2020	93,135	297,086	53,630	6,204	44,429	12,361	179,173	686,018
Additions	20,363	147	3,764	6,201	10,769	-	29,160	70,404
Currency re-alignment	(129)	(1)	(135)	-	(185)	-	-	(450)
At 31 December 2021	113,369	297,232	57,259	12,405	55,013	12,361	208,333	755,972
<b>Accumulated depreciation</b>								
At 1 January 2020	50,206	293,677	30,652	3,011	30,078	4,833	45,954	458,411
Depreciation	10,849	3,346	8,231	1,240	6,321	2,472	47,573	80,032
Written off	(1,453)	-	-	-	-	-	-	(1,453)
Currency re-alignment	48	-	15	-	16	-	-	79
At 31 December 2020	59,650	297,023	38,898	4,251	36,415	7,305	93,527	537,069
Depreciation	10,860	37	8,450	1,976	7,315	2,472	61,370	92,480
At 31 December 2021	70,510	297,060	47,348	6,227	43,730	9,777	154,897	629,549
<b>Net carrying amount</b>								
At 31 December 2020	33,485	63	14,732	1,953	8,014	5,056	85,646	148,949
At 31 December 2021	42,859	172	9,911	6,178	11,283	2,584	53,436	126,423

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

**4. Intangible assets**

	<b>Technical know-how US\$</b>	<b>Group Development cost US\$</b>	<b>Total US\$</b>
<b>Cost</b>			
At 1 January 2021	242,871	1,058,048	1,300,919
Additions	-	916,185	916,185
At 31 December 2021	<u>242,871</u>	<u>1,974,233</u>	<u>2,217,104</u>
<b>Accumulated amortisation</b>			
At 1 January 2021	242,869	-	242,869
Amortisation	-	-	-
At 31 December 2021	<u>242,869</u>	<u>-</u>	<u>242,869</u>
<b>Impairment loss</b>			
At 1 January 2021	-	119,500	119,500
Additions	-	1,496,728	1,496,728
At 31 December 2021	<u>-</u>	<u>1,616,228</u>	<u>1,616,228</u>
<b>Net carrying amount</b>			
At 31 December 2021	<u>2</u>	<u>358,005</u>	<u>358,007</u>
<b>Cost</b>			
At 1 January 2020	242,871	499,941	742,812
Additions	-	558,107	558,107
At 31 December 2020	<u>242,871</u>	<u>1,058,048</u>	<u>1,300,919</u>
<b>Accumulated amortisation</b>			
At 1 January 2020	230,727	-	230,727
Amortisation	12,142	-	12,142
At 31 December 2020	<u>242,869</u>	<u>-</u>	<u>242,869</u>
<b>Impairment loss</b>			
At 1 January 2020 and 31 December 2020	<u>-</u>	<u>119,500</u>	<u>119,500</u>
<b>Net carrying amount</b>			
At 31 December 2020	<u>2</u>	<u>938,548</u>	<u>938,550</u>

During the financial year, the Group carried out a review of the recoverable amount of its development costs taking into account a shortage of component parts in the development process resulting in extraordinarily long lead times, working capital requirements for development of all the Group's new products (with a view to avoiding overtrading) and uncertainties over shipping availability and timing of shipments. The review led to an impairment loss of US\$1,496,728 (2020: US\$ nil) in capitalised product development cost.

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

**5. Investment in subsidiaries**

	<b>Company</b>	
	<b>31-Dec-2021</b>	<b>31-Dec-2020</b>
	<b>US\$</b>	<b>US\$</b>
<b>Unquoted equity shares, at cost</b>		
At beginning of financial year	6,286,017	4,601,706
Additions	-	1,550,258
Performance share plan	258,327	134,053
At end of financial year	6,410,291	6,286,017

**6. Inventories**

	<b>Group</b>	
	<b>31-Dec-2021</b>	<b>31-Dec-2020</b>
	<b>US\$</b>	<b>US\$</b>
Trading goods	949,964	4,340,457
Goods-in-transit	1,896,731	133,548
	2,846,695	4,474,005

During the financial year, the Group carried out a review of the realisable value of its inventories and the review led to the recognition of write down of inventories of US\$533,150 (2020: US\$150,000) that had been included in cost of sale line item in condensed interim consolidated statement of profit or loss and comprehensive income.

**7. Trade and other receivables**

	<b>Group</b>		<b>Company</b>	
	<b>31-Dec-2021</b>	<b>31-Dec-2020</b>	<b>31-Dec-2021</b>	<b>31-Dec-2020</b>
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Trade receivables				
– third parties	1,789,280	1,830,999	-	-
Less: Loss allowance	(2,301)	(17,826)	-	-
	1,786,979	1,813,173	-	-
Other receivables				
– third parties	2,516	123,633	-	2,425
– subsidiaries	-	-	289,794	146,012
Advance to suppliers	555,537	-	-	-
Prepayments	124,516	30,374	-	-
Income tax recoverables	2,576	60,551	-	-
Deposits	170,763	187,352	-	-
	2,642,887	2,215,083	289,794	148,437

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**F. Notes to the Condensed Interim Financial Statements (cont'd)**

**7. Trade and other receivables (cont'd)**

Movements in the loss allowance for trade receivables are as follows:

	<b>Group</b>	
	<b>31-Dec-2021</b>	<b>31-Dec-2020</b>
	<b>US\$</b>	<b>US\$</b>
At beginning of financial year	17,826	3,204
(Reversal of loss allowance)/Loss allowance made	(15,525)	14,622
At end of financial year	2,301	17,826

The Group determined expected credit losses (“ECL”) on trade receivables from third parties by making individual assessment of ECL for long overdue trade receivables and using a provision matrix for remaining trade receivables that is based on its historical credit loss experience with forward looking assumptions. Management takes into account historical provision trend and other relevant factors (ie. GDP, unemployment and inflation rate). As at 31 December 2021, the Group’s trade receivables amounted to US\$1,787,000 (2020: US\$1,813,000), net of allowance for expected credit losses of US\$2,000 (2020: US\$18,000)

**8. Cash and bank balances**

	<b>Group</b>		<b>Company</b>	
	<b>31-Dec-2021</b>	<b>31-Dec-2020</b>	<b>31-Dec-2021</b>	<b>31-Dec-2020</b>
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Cash at banks	1,623,451	3,013,941	151,724	1,034,087
Fixed deposits	1,507,657	657,939	1,500,000	650,000
Cash and cash equivalents per statements of financial position	3,131,108	3,671,880	1,651,724	1,684,087
Fixed deposit pledged	(1,507,657)	(7,939)		
Cash and cash equivalents per consolidated statement of cash flows	1,623,451	3,663,941		

**9. Share capital**

	<b>Group and Company</b>			
	<b>31-Dec-2021</b>	<b>31-Dec-2020</b>	<b>31-Dec-2021</b>	<b>31-Dec-2020</b>
	<b>Number of ordinary shares</b>	<b>Number of ordinary shares</b>	<b>US\$</b>	<b>US\$</b>
<b>Issued and paid-up capital</b>				
Balance at beginning of financial year	82,248,254	81,791,925	7,304,838	7,191,788
Issuance of shares pursuant to the awards vested under the performance share plan	426,661	456,329	112,797	113,050
Balance at end of financial year	82,674,915	82,248,254	7,417,635	7,304,838

**TRICKLESTAR LIMITED**  
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**E. Notes to the Condensed Interim Financial Statements (cont'd)**

**10. Trade and other payables**

	<b>Group</b>		<b>Company</b>	
	<b>31-Dec-2021</b>	<b>31-Dec-2020</b>	<b>31-Dec-2021</b>	<b>31-Dec-2020</b>
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Trade payables				
– third parties	-	123	-	-
– corporate shareholder	2,409,137	2,886,081	-	-
	<u>2,409,137</u>	<u>2,886,204</u>	<u>-</u>	<u>-</u>
Other payables				
– third parties	41,876	145,574	4,631	75
– subsidiary	-	-	-	262,470
Accrued operating expenses	451,120	342,171	26,513	24,554
Sales tax payables	1,039	1,068	-	-
	<u>2,903,172</u>	<u>3,375,017</u>	<u>31,144</u>	<u>287,099</u>

**11. Borrowings**

	<b>Group</b>	
	<b>31-Dec-2021</b>	<b>31-Dec-2020</b>
	<b>US\$</b>	<b>US\$</b>
Short-term loan (secured)	<u>500,000</u>	-

The secured short-term loan bears interest at 3.5% per annum and repayable on demand.

**Aggregate amount of the group's borrowings and debt securities**

**Amount repayable in one year or less, or on demand**

<b>As at 31-Dec-21</b>		<b>As at 31-Dec-20</b>	
<b>Secured</b>	<b>Unsecured</b>	<b>Secured</b>	<b>Unsecured</b>
<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
500,000	-	-	-

**Detail of any collateral**

The short term loan was secured by a corporate guarantee provided by the Company and required the Company to maintain US\$1,500,000 deposit collateral in bank.

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

**12. Revenue**

	6 months ended 31 Dec		Increase/ (Decrease) %	Group Full year ended 31 Dec		Increase/ (Decrease) %
	2021	2020		2021	2020	
	US\$	US\$		US\$	US\$	
Timing of revenue recognition: At a point in time						
Sale of goods	<u>5,624,295</u>	<u>6,345,392</u>	(11.4)	<u>11,288,146</u>	<u>12,850,046</u>	(12.2)

The Group has disaggregated revenue based on the location of customers from which revenue was generated in Note 19.

**13. Other income**

	6 months ended 31 Dec		Increase/ (Decrease) %	Group Full year ended 31 Dec		Increase/ (Decrease) %
	2021	2020		2021	2020	
	US\$	US\$		US\$	US\$	
Government grants	69,312	3,637	1,805.7	132,112	3,637	3,532.4
Foreign exchange gain, net	8,240	57,527	(85.7)	13,878	65,986	(79.0)
Interest income	322	398	(19.1)	589	1,037	(43.2)
Compensation from customer	350,000	-	100.0	350,000	-	100.0
Reversal of accrual of commission	56,645	-	100.0	56,645	-	100.0
Reversal of impairment loss on trade receivables	15,525	-	100.0	15,525	-	100.0
	<u>500,044</u>	<u>61,562</u>	712.3	<u>568,749</u>	<u>70,660</u>	704.9

**14. Finance costs**

	6 months ended 31 Dec		Increase/ (Decrease) %	Group Full year ended 31 Dec		Increase/ (Decrease) %
	2021	2020		2021	2020	
	US\$	US\$		US\$	US\$	
Interest expense						
- lease liabilities	2,444	2,279	7.2	4,583	4,819	(4.9)
- borrowings	8,822	-	100.0	9,493	-	100.0
	<u>11,266</u>	<u>2,279</u>	394.3	<u>14,076</u>	<u>4,819</u>	192.1

**TRICKLESTAR LIMITED**  
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**E. Notes to the Condensed Interim Financial Statements (cont'd)**

**15. (Loss)/Profit before tax**

In addition to the charges and credits disclosed elsewhere in the notes to the financial statements, the above includes

	6 months ended 31 Dec		Group	Full year ended 31 Dec		Increase/
	2021	2020	Increase/ (Decrease)	2021	2020	(Decrease)
	US\$	US\$	%	US\$	US\$	%
<b>Cost of sales</b>						
Cost of inventories	4,551,044	4,717,738	(3.5)	8,758,118	9,436,939	(7.2)
Inventories write down	533,150	150,000	255.4	533,150	150,000	255.4
<b>Selling and distribution expenses</b>						
Employee benefits expense						
– Salaries, bonuses and other staff benefits	198,237	162,769	21.8	431,375	340,897	26.5
– Contributions to defined contribution plan	16,360	21,265	(23.1)	33,542	22,473	49.3
Freight outwards	80,314	87,435	(8.1)	150,115	199,539	(24.8)
Inventories processing fees	42,194	60,047	(29.7)	86,869	104,402	(16.8)
Sales commission	41,943	47,755	(12.2)	122,731	111,185	10.4
Storage fees	14,522	23,448	(38.1)	32,732	39,224	(16.6)
<b>Administrative expenses</b>						
Amortisation of intangible assets	-	-	NM	-	12,142	(100.0)
Bad debts written off – trade receivables	-	225	(100.0)	-	225	(100.0)
Depreciation of property, plant and equipment	49,923	39,330	26.9	92,480	80,032	15.6
Employee benefits expense						
– Directors' fees	50,865	42,901	18.6	115,676	85,854	34.7
– Salaries, bonuses and other staff benefits	274,121	220,922	24.1	514,842	429,375	19.9
– Contributions to defined contribution plan	21,812	14,160	54.0	39,655	29,330	35.2
Performance share plan expenses	1,912	9,910	(80.7)	124,274	126,368	(1.7)
Professional fees	411,586	381,728	7.8	367,104	467,140	(21.4)

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

**16. Income tax expense**

	6 months ended 31 Dec		Group		Full year ended 31 Dec		Increase/ (Decrease) %
	2021	2020	Increase/ (Decrease)	2021	2020	Increase/ (Decrease)	
	US\$	US\$	%	US\$	US\$	%	
Current income tax							
- current financial year	179	(54,891)	(100.3)	634	6,142	(89.7)	
- overprovision in respect of prior years	1,173	(15,187)	(107.7)	(514)	(15,187)	(96.6)	
	<u>1,352</u>	<u>(70,078)</u>	<u>(101.9)</u>	<u>120</u>	<u>(9,045)</u>	<u>(101.3)</u>	
Deferred tax							
- current financial year	518,504	(35,962)	(1,541.8)	518,504	(34,311)	(1,611.2)	
- under/(over)provision in respect of prior years	867	(730)	(218.8)	867	(730)	(218.8)	
	<u>519,371</u>	<u>(36,692)</u>	<u>(1,515.5)</u>	<u>519,371</u>	<u>(35,041)</u>	<u>(1,582.2)</u>	
Total income tax expense/(credit)	<u>520,723</u>	<u>(106,770)</u>	<u>(587.7)</u>	<u>519,491</u>	<u>(44,086)</u>	<u>(1,278.4)</u>	

**17. Earnings per share**

The calculation of earnings per share ("EPS") is based on:

	6 months ended 31 Dec		Group		Full year ended 31 Dec		Increase/ (Decrease) %
	2021	2020	Increase/ (Decrease)	2021	2020	Increase/ (Decrease)	
	US\$	US\$	%	US\$	US\$	%	
Earnings for the purpose of basic and diluted EPS ((Loss)/profit attributable to the owners of the Company) (US\$)	(2,669,082)	205,970	(1,395.9)	(2,393,812)	712,681	(435.9)	
Weighted number of ordinary shares in issue during the financial year (number of shares)	82,674,915	82,248,254	0.5	82,487,886	82,048,923	0.5	
EPS (Basic and diluted) (In US\$ cents) *	<u>(3.23)</u>	<u>0.25</u>	<u>(1,386.0)</u>	<u>(2.90)</u>	<u>0.87</u>	<u>(433.3)</u>	

\* The diluted potential ordinary shares which comprise share awards granted by the Company do not have a material impact on the diluted EPS and therefore the diluted EPS would be equivalent to the basic EPS.

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

**18. Dividends**

	<b>Group</b>	<b>FY2020</b>
	<b>FY2021</b>	<b>US\$</b>
	<b>US\$</b>	<b>US\$</b>
Ordinary dividends paid:		
- Final exempt dividend US\$0.0045 per share in respect of financial year ended 31 December 2020	370,117	-
- Interim exempt SGD0.002 per share in respect of first half year ended 30 June 2021	122,539	-
	<u>492,656</u>	<u>-</u>

There is no final dividend to be declared for the second half of FY2021.

**19. Segment information**

Management monitors the operating results of the segment separately for the purposes of making decisions about resources to be allocated and of assessing performance. Segment performance is evaluated based on operating profit or loss which is similar to the accounting profit or loss.

The Group has only one primary business segment, which is that of developing and selling energy optimizing products.

**Geographical information**

The following table presents the Group's revenue and non-current assets information for the financial periods/year ended 31 December 2021 and 31 December 2020:

	<b>6 months ended 31</b>		<b>Increase/ (Decrease)</b>	<b>Group</b>		<b>Increase/ (Decrease)</b>
	<b>Dec</b>			<b>Full year ended 31 Dec</b>		
	<b>2021</b>	<b>2020</b>		<b>2021</b>	<b>2020</b>	
	<b>US\$</b>	<b>US\$</b>	<b>%</b>	<b>US\$</b>	<b>US\$</b>	<b>%</b>
<b>Total revenue</b>						
United States of America	5,623,265	6,017,891	(6.6)	11,126,509	12,097,059	(8.0)
Canada	1,030	328,041	(99.7)	161,637	751,862	(78.5)
Others	-	-	NM	-	1,125	(100.0)
	<u>5,624,295</u>	<u>6,345,932</u>	<u>(11.4)</u>	<u>11,288,146</u>	<u>12,850,046</u>	<u>(12.2)</u>

	<b>Group</b>	
	<b>Full year ended 31 Dec</b>	
	<b>2021</b>	<b>2020</b>
	<b>US\$</b>	<b>US\$</b>
<b>Total non-current assets</b>		
United States of America	441,925	1,061,572
Canada	732	8,501
Others	41,773	17,426
	<u>484,430</u>	<u>1,087,499</u>

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

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

**Major customers**

Revenue of approximately 81% (2020: 81%) are derived from 5 (2020: 5) major customers.

**20. Net asset value per share**

	<b>Group</b>		<b>Company</b>	
	<b>31 Dec 2021</b>	<b>31 Dec 2020</b>	<b>31 Dec 2021</b>	<b>31 Dec 2020</b>
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Net asset	5,062,877	7,889,484	8,320,665	7,809,923
Net asset value per share based on existing issued share capital as at the end of the respective year (US\$ cents)	6.12	9.59	10.06	9.59

The net asset value per ordinary share of the Group and the Company as at 31 December 2021 were calculated based on the total issued number of ordinary shares (excluding treasury shares) of 82,674,915 (31 December 2020: 82,248,254).

**21. Events after reporting period**

On 28 February 2022, the Company grants share awards (the "Awards") of 458,635 issued ordinary shares to all employees and directors of the Company pursuant to the Tricklestar Performance Share Plan.

**F. Other Information required under Appendix 7C of the Catalist Rules**

**1(d)(ii) Details of any changes in the company’s share capital arising from rights issue, bonus issue, subdivision, consolidation, 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 the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

Changes in share capital

	Number of shares			
	As at 31 December 2021		As at 31 December 2020	
	Number of shares	US\$	Number of shares	US\$
Balance at the beginning of the financial period	82,248,254	7,304,838	81,791,925	7,191,788
Issue of shares pursuant to the Awards vested under the TrickleStar Performance Share Plan (1)	426,661	112,797	456,329	113,050
Balance at the end of the financial period	82,674,915	7,417,635	82,248,254	7,304,838

**Notes:**

<sup>(1)</sup> The Company had, on 10 June 2021 allotted and issued 426,661 new ordinary shares in the capital of the Company pursuant to the Awards vested under the TrickleStar Performance Share Plan.

The Award shares rank pari passu in all respects with the existing shares of the Company. The Award shares have been listed and quoted on the Catalist Board of the Singapore Exchange Securities Trading Limited on or before 14 June 2021.

The Company did not have any treasury shares, subsidiary holdings or convertible instruments as at 31 December 2021 and 31 December 2020.

**1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

The total number of issued ordinary shares, excluding treasury shares, as at 31 December 2021 was 82,674,915 (31 December 2020: 82,248,254). There were no treasury shares held by the Company as at 31 December 2021 and 31 December 2020.

**F. Other Information required under the Catalyst Rules (cont'd)**

**1(d)(iv) A statement showing all sales, transfers, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable. The Company did not have any treasury shares during and as at the end of the current financial period ended 31 December 2021.

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

Not applicable.

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

These figures have been audited by the Company's auditors.

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

Not applicable

**3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer or opinion: -**

**(a) Updates on the efforts taken to resolve each outstanding audit issue.**

**(b) Confirmation from the Board that the impact of all the outstanding audit issue on the financial statements have been adequately disclosed.**

Not applicable. The Group's latest financial statements are not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

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

The Group has consistently applied the same accounting policies and methods of computation for the current financial period compared to the most recently audited annual financial statements.

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

Not applicable.

**F. Other Information required under the Catalist Rules (cont'd)**

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

	6 months ended 31 Dec		Group		Full year ended 31 Dec		Increase/ (Decrease) %
	2021	2020	Increase/ (Decrease)	2021	2020	Increase/ (Decrease)	
	US\$	US\$	%	US\$	US\$	%	
Profit attributable to owners of the Company (US\$)	(2,669,082)	205,970	(1,395.9)	(2,393,812)	712,681	(435.9)	
Weighted average number of shares	82,674,915	82,248,254	0.5	82,487,886	82,048,923	0.5	
Earnings per share – basic and diluted (US cents)	(3.23)	0.25	(1,386.0)	(2.90)	0.87	(433.3)	

The basic and diluted EPS for the respective financial periods are computed based on the profit attributable to the owners of the Company and the weighted average of the Company's ordinary shares in issue during the respective financial periods.

**Notes:**

<sup>(1)</sup> The weighted average number of shares in issue for the six months ended 31 December 2021 was computed based on 82,674,915 ordinary shares adjusted for issuance of 426,661 shares pursuant to the exercise of Performance Share Plan on 10 June 2021.

**7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:**

- (a) current financial period reported on; and**  
**(b) immediately preceding financial year.**

	Group		Company	
	31 Dec 2021 US\$	31 Dec 2020 US\$	31 Dec 2021 US\$	31 Dec 2020 US\$
Net asset value	5,062,877	7,889,484	8,320,665	7,809,923
Number of ordinary shares issue	82,674,915	82,248,254	82,674,915	82,248,254
Net asset value per share based on existing issued share capital as at the end of the respective year (US\$ cents)	6.12	9.59	10.06	9.59

**8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:**

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**  
**(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

**F. Other Information required under the Catalist Rules (cont'd)**

**Review of the Group's statement of comprehensive income:**

**2H 2021 VS 2H 2020**

Revenue decreased by 11.4% or US\$0.72 million to US\$5.62 million in 2H 2021, mainly due to the impact of price competition. Sales were also affected by shortages of electronic components and semi-conductors, and a lack of availability of shipping containers and cargo ships.

Cost of sales increased by 7.4% or US\$0.36 million in 2H 2021 due to the inclusion of US\$0.53 million provision against stocks, increases in input component and shipping costs despite a decrease in revenue.

Gross profit margin was 6.3% for 2H 2021, decreased when compared to 22.6% in the same period last year, mainly due to the inclusion of US\$0.53 million provision against stocks (as we are seeing less advanced products moving more slowly even though sales are continuing). Before the provision, the Gross profit margin was 15.7%. The other main causes of the decrease were higher input component and shipping costs. Price competition compressed margins and price increases are only accepted by some of the main customers in Q4 2021.

Other income increased by US\$0.44 million in 2H 2021, mainly due to recovery of US\$0.35 million in legal costs, the forgiveness of US\$0.07 million second draw advances to ensure employment during Covid-19 crisis under the PPP (“**Paycheck Protection Program**”) by the US Government, reduction of impairment loss provision on trade receivables of US\$0.01 million and an increase of US\$0.01 million in net foreign exchange gains.

Selling and distribution expenses decreased by US\$0.02 million in 2H 2021, mainly due to decrease in sales which was offset by inflationary pressures.

Administrative expenses increased by US\$1.6 million mainly due to increase in impairment loss for intangible assets by US\$1.5 million arising from the decisions reached over prioritising certain products, the timing of commercialization of others and possible delays of sales and increased headcount for our US sales team.

Finance costs increased by US\$0.01 million mainly due to interest on bank borrowings.

As a result of the reasons aforementioned, the Group's profit before tax decreased to a loss of (US\$2.1 million) in 2H 2021 from US\$0.1 million in 2H 2020.

The Group recorded income tax expenses of US\$0.52 million for 2H 2021, which was mainly due to the recognition of deferred tax liabilities for our US subsidiary.

The Group reported a net loss attributable to owners of the Company of (US\$2.67 million) for 2H 2021, as compared to a net profit of US\$0.21 million in the same period last year.

**F. Other Information required under the Catalyst Rules (cont'd)**

**FY 2021 VS FY 2020**

Revenue decreased by 12.2% or US\$1.56 million to US\$11.29 million in FY2021, mainly due to the impact of price competition. Sales were also affected by shipping delays, resistance to increases in selling prices driven by increases in logistic costs, component prices and manufacturing costs.

Cost of sales decreased by 1.6% or US\$0.15 million due to decreased revenue which were largely offset by increases in logistic costs, component prices and manufacturing costs.

Gross profit decreased by 43.9% to US\$1.8 million in FY2021 from US\$3.2 million in FY2020. Gross profit margin, excluding a US\$0.5 million net provision against stock, decreased to 20.6% in FY2021 from 24.9% in FY2020. (Including the stock provision, the gross margin of FY2021 was 15.9%.) This was mainly attributable to the impact of price competition, the significant increases in logistics and component costs that occurred during the year and which we were unable to immediately pass on to customers.

Other income increased by US\$0.50 million in FY2021, mainly due to recovery of US\$0.35 million in legal costs, the forgiveness of US\$0.13 million advances to ensure employment during Covid-19 crisis under the PPP ("Paycheck Protection Program) by the US Government and reduction of impairment loss provision on trade receivables of 0.02 million. This was offset by a decrease of US\$0.05 million in net foreign exchange gains.

Selling and distribution expenses increased by 1.1% or US\$0.01 million, from US\$0.88 million in FY2020 to US\$0.89 million in FY2021, due mainly to the following:

- (i) an increase of US\$0.10 million in salaries and other staff benefits from increased USA sales staff headcount;
- (ii) an increase of US\$0.01 million in sales commission,

which were largely offset by the following decreases in expenses:

- a) a decrease of US\$0.05 million in freight outwards expense;
- b) decrease of US\$0.02 million in storage fees for third party warehousing; and
- c) decrease of US\$0.02 million in advertising and promotion expense.

Administrative expenses increased by US\$1.61 million or 93.9% from US\$1.72 million in FY2020 to US\$3.33 million in FY2021 mainly due to the following:

- (i) US\$1.5 million for impairment losses for intangible assets arising from the decisions reached over prioritising certain products, the timing of commercialization of others and possible delays of sales;
- (ii) an increase in consultancy fees of US\$0.04 million;
- (iii) an increase in IT expenses of US\$0.03 million;
- (iv) an increase in bank charges of US\$0.03 million;
- (v) an increase in insurance costs of US\$0.01 million; and
- (vi) an increase in recruitment expenses of US\$0.01 million.

which were partially offset by a decrease in professional fees of US\$0.02 million.

Finance costs increased in FY2021 due to US\$0.009 million interest incurred on a bank loan and finance charges on lease liability of US\$0.005 million due to the adoption of SFRS(i) 16.

As a result of the reasons aforementioned, the Group's profit before tax decreased to a loss of US\$1.90 million in FY2021 from US\$0.67 million in FY2020.

The Group recorded income tax expenses of US\$0.5 million for FY2021, which was mainly due to the recognition of deferred tax liabilities for our US subsidiary for FY2021. Additionally, the Group has not recognized a deferred tax asset of US\$0.1 million due to uncertainty as to when the asset may be utilized.

The Group reported a net loss attributable to owners of the Company of (US\$2.39 million) for FY2021, as compared to a net profit of US\$0.71 million in the same period last year.

**F. Other Information required under the Catalyst Rules (cont'd)**

**Review of the Group's statement of financial position:**

Plant and equipment as at 31 December 2021 increased by US\$0.01 million due to additional purchases of US\$0.04 million and partially offset by depreciation charge of US\$0.03 million.

Right-of-use assets as at 31 December 2021 decreased by US\$0.03 million due to amortisation charges.

Intangible assets as at 31 December 2021 decreased by US\$0.58 million due to impairment loss for product development costs by US\$1.50 million which was offset by the additions of product development costs of US\$0.92 million during the financial period.

Current assets as at 31 December 2021 decreased by US\$1.74 million mainly due to the following:

- (i) a decrease in inventory of US\$1.62 million as explained below in the review of the Group's statement of cash flows;
- (ii) a decrease in cash and bank balances of US\$0.54 million; and
- (iii) a decrease in income tax recoverable of US\$0.06 million;

which were offset by:

- a) an increase in prepayments of US\$0.47 million; and
- b) an increase of US\$0.01 million in trade and other receivables.

Non-current liabilities as at 31 December 2021 increased by US\$0.46 million due to increase of deferred tax liabilities US\$0.51 million and decrease of lease liabilities US\$0.05 million.

Current liabilities as at 31 December 2021 decreased by 0.52% or US\$0.02 million mainly due to the following:

- (i) a decrease of US\$0.47 million in trade payables;
- (ii) a decrease of US\$0.02 million in current income tax payable; and
- (iii) a decrease of US\$0.01 million in provision for warranty cost.

which were offset by an increase of US\$0.50 million in bank borrowings and increase of US\$0.02 in lease liabilities.

**Review of the Group's statement of cash flows**

(i) Net cash from operating activities in FY2021 was US\$0.55 million, which comprised operating cash flows before working capital changes of US\$0.36 million, working capital inflow changes of US\$0.15 million and income tax refund of US\$0.04 million. Working capital inflow changes were due to a decrease in inventories of US\$1.09 million, which were offset by a decrease in trade and other payables of US\$0.47 million and by an increase in trade and other receivables of US\$0.47 million.

(ii) Cash flow used in investing activities amounted to US\$1.45 million which was due to additions of product development costs of US\$0.92 million, purchases of equipment of US\$0.04 million and dividend paid of US\$0.49 million.

(iii) The total cash flow used in financing activities of US\$1.07 million was due to fixed deposit pledged to bank of US\$1.50 million, repayment of obligations under leases of US\$0.06 million, interest paid of US\$0.01 million which were offset by proceeds from borrowings of US\$0.50 million.

This resulted in a net decrease in cash and cash equivalent amounting to US\$1.97 million resulting in a cash and cash equivalent of US\$1.62 million as at 31 December 2021.

**F. Other Information required under the Catalyst Rules (cont'd)**

For the purpose of the consolidated statement of cash flows, the consolidated cash and cash equivalents comprise the following:

	<b>Group</b>	
	<b>Full year ended 31 December 2021</b>	<b>2020</b>
Fixed deposits	1,507,657	3,013,941
Cash and cash equivalents	<u>1,623,451</u>	<u>657,939</u>
Cash and cash equivalents at end of financial year	1,651,724	1,684,087
Fixed deposit pledged	<u>(1,507,657)</u>	<u>(7,939)</u>
Cash and cash equivalents on consolidated statement of cash flows	<u><u>1,623,451</u></u>	<u><u>3,663,941</u></u>

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

No forecast or prospect statement was previously given to shareholders.

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

In 2021, TrickleStar moved production for some products to new countries which are exempt from US tariffs. The Group is exploring new distribution partnerships with several parties outside the US, thanks in large part to the Advanced Keyboard – a potential game changing IT power management solution. The Group expects to see sales in new markets with this product. Now that some manufacturing of its APS has been successfully transferred away from China, the Group has more than one manufacturing country for the product and the USA tariff threat on that product has largely been removed..

The external environment remains replete with threats that TrickleStar is doing its best to prepare for and fend against. These include inflation, shipping delays, factory shutdowns, component shortages, government responses to COVID and declining interest in its older, less advanced products. Countering these threats is the growing recognition in government and organisations of the urgent need to reduce carbon output via energy efficiency. Many organisations are committed to Net-Zero goals which TrickleStar believes will be helping its cause and hopes to capitalize on this growing awareness. The fact that the world of business is increasingly aware of its responsibilities to our planet will, the Group believes, mean that TrickleStar’s new product range will be enthusiastically received..

Shareholders can be assured that TrickleStar is still prepared for growth. It has an outstanding portfolio of new products, where it has significant IP and, in some cases, patents. These products are set to be the platforms for growth in 2022 and beyond.

**F. Other Information required under the Catalist Rules (cont'd)**

**11. If a decision regarding dividend has been made: -**

**(a) Whether an interim (final) ordinary dividend has been declared (recommended); and**

There is no final dividend to be declared for this second half 2021 due to loss incurred.

**(b) (i) Amount per share (cents)**

NIL

**(b) (ii) Previous corresponding period (cents)**

0.2 SGD cents (SGD0.002) per ordinary share for first half FY2021.

**(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).**

Not Applicable.

**(d) The date the dividend is payable.**

Not Applicable.

**(e) The date on which Registrable Transfers received by the Company (up to 5.00pm) will be registered before entitlements to the dividend are determined.**

Not Applicable.

**12. If no dividend has been declared (recommended), a statement to that effect and reason(s) for the decision.**

The Group has declared and paid 0.2SGD cents (SGD0.002) for the first half FY2021 on 26 August 2021. Since second half FY2021 is a loss, no final dividend is to be declared.

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

The Group has not obtained a general mandate from shareholders for interested person transactions. There were no interested person transactions of S\$100,000 and above entered into during FY2021.

**14. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1).**

The Company confirms that it has procured undertakings from all its directors and executive officers as set out (in the format set out in Appendix 7H) under Catalist Rule 720(1).

**15. Additional disclosures required pursuant to Rule 706A**

During FY2021, the Company did not incorporate or acquire any shares resulting in any company becoming a subsidiary or associated company or increasing its shareholding percentage in subsidiary. Additionally, the Company did not dispose any shares resulting in a company ceasing to be a subsidiary or associated company or decreasing its shareholding percentage in any subsidiary or associated company.

**F. Other Information required under the Catalist Rules (cont'd)**

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

Refer to Note 19 of the Condensed Interim Financial Statements.

**17. A breakdown of sales as follows:**

	Group		Increase/ (Decrease) %
	Year ended 31 Dec 2021 US\$	2020 US\$	
<b>First half</b>			
Sales reported for first half year	5,663,851	6,504,114	(12.9)
Operating (loss)/profit after tax reported for first half year	275,270	506,711	(45.7)
<b>Second half</b>			
Sales reported for second half year	5,624,295	6,345,932	(11.4)
Operating (loss)/profit after tax reported for second half year	(2,669,082)	205,970	NM

NM : Not Meaningful

The decrease in operating profit after tax reported for the first half year of FY2021 was mainly due to decrease in Gross Profit due to decrease in sales and decreased Gross Profit Margin due to increase in input component costs due to shortages of electronic components and semi-conductors due to lack of availability of shipping containers and cargo ships.

The decrease in operating profit after tax reported for the second half year of FY2021 was mainly due to the impairment of intangible assets, deferred tax expenses, net provision for stocks, decreased gross profit due to decreased sales and increased selling & distribution expenses due to inflationary pressures.

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

	Group	
	Year ended 31 Dec 2021 US\$	2020 US\$
<b>Total Annual Dividend</b>		
Ordinary	122,539	370,117
Preference	-	-
	122,539	370,117

**F. Other Information required under the Catalist Rules (cont'd)**

**19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704 (10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Pursuant to Rule 704(10) of the Listing Manual of the Singapore Exchange Securities Trading Limited, we confirm that none of the persons occupying managerial positions in TrickleStar Limited or any of its principal subsidiaries is a relative of a director or chief executive officer or substantial shareholder of the Company.

**BY ORDER OF THE BOARD**

**Bernard Christopher Emby**  
Executive Chairman and Chief Executive Officer

28 February 2022

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*This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate FinancePte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange SecuritiesTrading 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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