



TREK 2000 INTERNATIONAL LTD (Registration Number 199905744N)

**Full Year Financial Statement and Dividend Announcement
for the year ended 31 December 2012**

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

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

UNAUDITED RESULTS FOR THE FULL YEAR ENDED 31 DECEMBER 2012

(i) Consolidated Income Statement

	<u>Year Ended</u>		<u>Increase/ (decrease)</u> %
	<u>2012</u> US\$'000	<u>2011</u> US\$'000	
Revenue	80,391	86,149	(6.68)
Cost of goods sold	(71,147)	(74,944)	(5.07)
Gross profit	9,244	11,205	(17.50)
Other items of income			
Interest income	469	557	(15.80)
Other income	562	750	(25.07)
Other items of expense			
Research and development expenses	(4,462)	(3,436)	29.86
Marketing and distribution expenses	(3,285)	(2,357)	39.37
General administration expenses	(3,219)	(2,818)	14.23
Unquoted investments written off	-	(1,455)	Nm
Impairment of Intangible assets	(4,111)	-	Nm
Finance costs	(64)	(102)	(37.25)
Other expenses	(520)	(325)	60.0
(Loss)/profit before tax [1]	(5,386)	2,019	(366.77)
Income tax	285	(43)	Nm
(Loss)/profit after tax	(5,101)	1,976	(358.15)
(Loss)/profit attributable to:			
Non-controlling interest	164	440	(62.73)
Equity holders of the Company	(5,265)	1,536	(442.77)
	(5,101)	1,976	(358.15)
Earnings per share attributable to equity holders of the company (expressed in cents per share) :			
- Basic	(1.78)	0.52	
- Diluted	(1.77)	0.52	

(ii) Breakdown and Explanatory notes to Consolidated Income Statement

NM denotes not meaningful

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

	Year Ended		Increase/ (decrease) %
	2012 US\$'000	2011 US\$'000	
Interest income from:			
- Fixed deposits	22	30	(26.67)
- Available for sale financial assets	447	527	(15.18)
(Provision)/Writeback for doubtful debts	(617)	846	(172.93)
Depreciation of plant, property and equipment	(1,297)	(1,248)	3.93
Amortisation of intangible assets	(1,075)	(1,280)	(16.01)
Unquoted investment written off	-	(1,455)	nm
Impairment of Intangible assets	(4,111)	-	nm
Gain on disposal of plant, property and equipment	2	92	nm
Loss on disposal of associates	-	(319)	nm
Foreign exchange gain	-	128	nm
Foreign exchange loss	(520)	-	nm
Interest expense on:			
- Obligations under finance leases	(11)	(36)	(69.45)
- Term loans	(53)	(66)	(19.70)

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

	Group		
	US\$'000		%
	FY2012	FY2011	Increase/ (decrease)
(Loss)/profit after tax for the year	(5,101)	1,976	(358.15)
Other comprehensive income:			
Movement in ESOS	(89)	-	Nm
Exercise of employee share options	7	-	Nm
Fair value adjustment on investment Securities	464	(331)	(240.18)
Foreign currency translation	729	222	228.38
Other comprehensive income, net of tax	1,111	(109)	Nm
Total comprehensive income for the year	(3,990)	1,867	(313.71)
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:			
Equity holders of the Company	(4,189)	1,404	(398.36)
Non-controlling interests	199	463	(57.02)
	(3,990)	1,867	(313.71)

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

BALANCE SHEET as at	GROUP		COMPANY	
	31 Dec 2012 US\$'000	31 Dec 2011 US\$'000	31 Dec 2012 US\$'000	31 Dec 2011 US\$'000
Non-current assets				
Plant, property and equipment	11,049	9,227	10	17
Intangible assets	10,777	12,623	4,596	5,836
Investment in subsidiaries	-	-	6,507	6,507
Investment in associates	-	-	5	5
Quoted investments	6,837	6,322	6,837	6,322
Unquoted investments	413	263	263	263
	29,076	28,435	18,218	18,950
Current assets				
Trade receivables	13,685	23,598	483	21
Inventories	8,841	9,431	-	-
Amounts due from subsidiaries	-	-	20,891	19,139
Amounts due from associates	210	248	-	-
Other receivables	1,980	2,131	108	370
Prepayments	1,401	339	1,232	-
Fixed deposits	3,444	5,153	1,388	3,912
Cash and bank balances	3,794	5,507	313	391
	33,355	46,407	24,415	23,833
Total assets	62,431	74,842	42,633	42,783
Current liabilities				
Trade payables and accruals	9,838	16,184	394	985
Other payables	3,203	3,777	272	447
Hire purchase payables	131	90	-	-
Term loans and bank overdrafts	1,132	250	-	-
Income tax payable	439	913	183	183
	14,743	21,214	849	1,615
Net current assets	18,612	25,193	23,566	22,218
Non-current liabilities				
Term loans	611	813	-	-
Deferred taxation	1,091	1,090	331	331
Hire purchase payables	93	96	-	-
	1,795	1,999	331	331
Total liabilities	16,538	23,213	1,180	1,946
Net assets	45,893	51,629	41,453	40,837
Capital and reserves attributable to the equity holders of the Company				
Share capital	29,580	29,573	29,580	29,573
Treasury shares	(257)	(257)	(222)	(222)
Other reserves	857	482	857	482
Revaluation reserve	334	334	-	-
Revenue reserve	5,620	12,666	11,238	11,004
Capital reserve	2,717	2,717	-	-
Translation reserve	809	80	-	-
Non-controlling interest	6,233	6,034	-	-
Total equity	45,893	51,629	41,453	40,837
Total equity and liabilities	62,431	74,842	42,633	42,783

1(b)(ii) Aggregate amount of group's borrowings and debt securities

Amount repayable in one year or less, or on demand

As at 31 December 2012 US\$'000		As at 31 December 2011 US\$'000	
Secured	Unsecured	Secured	Unsecured
1,263	-	340	-

Amount repayable after one year

As at 31 December 2012 US\$'000		As at 31 December 2011 US\$'000	
Secured	Unsecured	Secured	Unsecured
704	-	909	-

Details of any collateral :

The Group's motor vehicles with net carrying amount of US\$61,472 (2011 US\$13,369) were pledged as collaterals to the hire purchase creditors.

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

CONSOLIDATED CASH FLOW STATEMENTS for the Full Year ended 31st December

	Year Ended 31 December	
	2012	2011
	US\$'000	US\$'000
Cash flow from operating activities		
(Loss) / profit before income tax	(5,386)	2,019
Adjustments for:-		
Amortisation of intangible assets	1,075	1,280
Depreciation of plant, property and equipment	1,297	1,248
Unquoted investment written off	-	1,455
Impairment of Intangible assets	4,111	-
Loss on disposal of associates	-	319
Gain on disposal of property, plant and equipment	(2)	(92)
Provision / (writeback) of doubtful debts	617	(846)
Share based expenses	(100)	-
Interest income	(469)	(557)
Interest expense	64	102
Translation differences	561	21
Operating profit before changes in working capital	1,768	4,949
Decrease /(increase) in trade and other receivables and prepayments	8,261	(8,568)
Decrease/ (increase) in inventories	590	(3,854)
(Decrease)/increase in trade and other payables	(6,910)	3,572
Cash generated from /(used in) operating activities	3,709	(3,901)
Interest received	22	30
Interest paid	(64)	(102)
Income tax paid	(17)	(15)
Net cash generated from /(used in) operating activities	3,650	(3,988)
Cash flow from investing activities		
Proceeds from disposal of property, plant and equipment	24	115
Proceeds from disposal of quoted and unquoted investments	500	3,447
Proceeds from disposal of associates	-	336
Purchase of plant, property and equipment	(2,912)	(481)
Purchase of quoted investments	(496)	(1,599)
Payment for patent and trademark registration expenses	(1,547)	(1,615)
Payment for development expenditures	(1,752)	(2,139)
Purchase of unquoted investments	(150)	-
Interest income from available-for-sale investments	447	527
Net cash used in investing activities	(5,886)	(1,410)
Cash flow from financing activities		
Employees' share option exercised	7	-
Repayment of hire purchase instalments	(118)	(182)
Repayment of loans and borrowings	(264)	(234)
Payment of dividends	(1,799)	(2,415)
Net cash used in financing activities	(2,174)	(2,831)
Net decrease in cash and cash equivalents	(4,410)	(8,229)
Cash and cash equivalents as beginning of year	10,660	18,880
Effect of foreign exchange difference	99	(42)
Cash and cash equivalents at end of year	6,349	10,609

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

	2012	2011
	\$'000	\$'000
Cash and Bank Balances	3,793	5,507
Fixed Deposits	3,444	5,153
Bank Overdrafts	(888)	(51)
	6,349	10,609

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

	Equity attributable to equity holders of the Company							Total	Non-Controlling Interest	Total Equity
	Share Capital	Treasury Shares	Capital Reserve	Foreign Currency Translation Reserve	Revenue Reserve	Other Reserve	Revaluation reserve			
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
THE GROUP										
Balance at 1 January 2011	29,573	(257)	2,717	(120)	13,546	813	334	46,606	5,572	52,178
Total comprehensive income for the period	-	-	-	572	517	78	-	1,167	(2)	1,165
Balance at 31 March 2011	29,573	(257)	2,717	452	14,063	891	334	47,773	5,570	53,343
Total comprehensive income for the period	-	-	-	142	795	(26)	-	911	76	987
Tax exempt (one-tier) dividends @ 0.01 cts @ 1.226=US\$0.00815 per share	-	-	-	-	(2,415)	-	-	(2,415)	-	(2,415)
Balance at 30 June 2011	29,573	(257)	2,717	594	12,443	865	334	46,269	5,646	51,915
Total comprehensive income for the period	-	-	-	129	1,367	(667)	-	829	136	965
Balance at 30 September 2011	29,573	(257)	2,717	723	13,810	198	334	47,098	5,782	52,880
Total comprehensive income for the period	-	-	-	(643)	(1,144)	284	-	(1,503)	252	(1,251)
Balance at 31 December 2011	29,573	(257)	2,717	80	12,666	482	334	45,595	6,034	51,629
Balance at 1 January 2012	29,573	(257)	2,717	80	12,666	482	334	45,595	6,034	51,629
Total comprehensive income for the period	-	-	-	418	1,293	6	-	1,717	43	1,760
Balance at 31 March 2012	29,573	(257)	2,717	498	13,959	488	334	47,312	6,077	53,389
Total comprehensive income for the period	-	-	-	(269)	(2,908)	(47)	-	(3,224)	179	(3,045)
Increase in Shares through exercise of share options.	7	-	-	-	-	-	-	7	-	7
Tax exempt (one-tier) dividends @ 0.0075 cts @ 1.236=US\$0.00607 per share	-	-	-	-	(1,799)	-	-	(1,799)	-	(1,799)
Balance at 30 June 2012	29,580	(257)	2,717	229	9,252	441	334	42,296	6,256	48,552
Total comprehensive income for the period	-	-	-	323	171	233	-	727	19	746
Balance at 30 September 2012	29,580	(257)	2,717	552	9,423	674	334	43,023	6,275	49,298
Total comprehensive income for the period	-	-	-	257	(3,803)	183	-	(3,363)	(42)	(3,405)
Balance at 31 December 2012	29,580	(257)	2,717	809	5,620	857	334	39,660	6,233	45,893

	Equity attributable to equity holders of the Company							Total	Non-Controlling Interest	Total Equity
	Share Capital	Treasury Shares	Capital Reserve	Foreign Currency Translation Reserve	Revenue Reserve	Other Reserves	Revaluation reserves			
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
THE COMPANY										
Balance at 1 January 2011	29,573	(222)	-	-	10,269	813	-	40,433	-	40,433
Total comprehensive income for the period	-	-	-	-	(199)	78	-	(121)	-	(121)
Balance at 31 March 2011	29,573	(222)	-	-	10,070	891	-	40,312	-	40,312
Total comprehensive income for the period	-	-	-	-	(191)	(26)	-	(217)	-	(217)
Tax exempt (one-tier) dividends @ 0.01 cts @1.226 =US\$0.00815 per share	-	-	-	-	(2,415)	-	-	(2,415)	-	(2,415)
Balance at 30 June 2011	29,573	(222)	-	-	7,464	865	-	37,680	-	37,680
Total comprehensive income for the period	-	-	-	-	142	(667)	-	(525)	-	(525)
Balance at 30 September 2011	29,573	(222)	-	-	7,606	198	-	37,155	-	37,155
Total comprehensive income for the period	-	-	-	-	3,398	284	-	3,682	-	3,682
Balance at 31 December 2011	29,573	(222)	-	-	11,004	482	-	40,837	-	40,837
Balance at 1 January 2012	29,573	(222)	-	-	11,004	482	-	40,837	-	40,837
Total comprehensive income for the period	-	-	-	-	(40)	6	-	(34)	-	(34)
Balance at 31 March 2012	29,573	(222)	-	-	10,964	488	-	40,803	-	40,803
Total comprehensive income for the period	-	-	-	-	(272)	(47)	-	(319)	-	(319)
Increase in Shares through exercise of share options.	7	-	-	-	-	-	-	7	-	7
Tax exempt (one-tier) dividends @ 0.0075 cts @1.236= US\$0.00607 Per share	-	-	-	-	(1,799)	-	-	(1,799)	-	(1,799)
Balance at 30 June 2012	29,580	(222)	-	-	8,893	441	-	38,692	-	38,692
Total comprehensive income for the period	-	-	-	-	(198)	233	-	35	-	35
Balance at 30 September 2012	29,580	(222)	-	-	8,695	674	-	38,727	-	38,727
Total comprehensive income for the period	-	-	-	-	2,543	183	-	2,726	-	2,726
Balance at 30 December 2012	29,580	(222)	-	-	11,238	857	-	41,453	-	41,453

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

There was no change in the issued and paid-up capital of the Company since the previous period reported on.

During the 4Q 2012 no share options were granted under the Trek 2000 International Share Options Scheme 2011.

The outstanding share options under Trek 2000 International Share Options Scheme as at 31 December 2012 is as follows:

Unexercised Share Option	No. of shares
Balance as at 1 st January 2012	6,532,500
Share option withdrawn/lapsed	(160,000)
Share option exercised	(60,000)
Share option expired	(290,000)
Balance as at 31 December 2012	6,022,500

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

As at 31 December 2012, share capital of the Company is as follows:

Ordinary Shares Issued and fully paid	No. of shares	US\$
Balance as at 1 January 2012	296,401,925	29,573,684
Movement in Shares	60,000	6,972
Balance as at 31 December 2012	296,461,925	29,580,656

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

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

	No. of shares	US\$
Balance as at 1 st January 2012	1,293,000	(256,914)
Repurchase of shares and held as Treasury Shares	-	-
Balance as at 31st December 2012	1,293,000	(256,914)

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

The above figures have not been audited or reviewed by its auditors, Messrs Ernst & Young LLP.

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

Not applicable.

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

Accounting policies and methods of computation used in the consolidated financial statements for the year ended 31 December 2012 are consistent with those applied in the financial statements for the year ended 31 December 2011, except for the adoption of accounting standards (including its consequential amendments) and interpretations applicable for the financial period beginning 1 January 2012. The adoption of the new/revised accounting standards and interpretations does not have any material effect on the financial statements of the Group.

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

The adoption of the new/revised accounting standards and interpretations does not have any material effect on the financial statements of the Group.

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

THE GROUP	Year Ended 31 st December	
	2012	2011
(Loss)/profit after tax (US\$'000)	(5,265)	1,536
Weighted average number of ordinary shares in issue (in '000)	296,169	296,109
Weighted average number of ordinary shares in issue along with dilution effect (in '000)	297,000	297,099
(Amount in USD cents)		
Earnings per ordinary share for the period after deducting any provision for preference dividends:-		
(i) Based on existing issued share capital	(1.78)	0.52
(ii) On a fully diluted basis	(1.77)	0.52

Note:

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

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

For FY 2012, the outstanding share options do not have any dilutive effect on the earnings per share as the exercise prices for the outstanding share options were higher than the average market price during the financial period.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year

NET ASSETS VALUE	GROUP		COMPANY	
	31 Dec 2012	31 Dec 2011	31 Dec 2012	31 Dec 2011
Weighted average number of ordinary shares in issue (in '000)	296,462	296,402	296,462	296,402
(Amount in USD cents)				
Net assets value per ordinary share based on issued share capital at the end of the year	15.48	17.42	13.98	13.78

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

The Group reported a 6.7% decrease in revenue to US\$80.4 million in FY2012 from US\$86.1 million in FY2011. Gross profit decreased from US\$11.2 million in FY2011 to US\$9.2 million in FY2012. At the close of FY2012, the Group reported net loss after tax of US\$5.1 million. (FY2011: profit after tax of US\$2.0 million).

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

Revenue

- Mobile Media Solutions business decreased by 9.1% from US\$71.8 million in FY2011 to US\$65.3 million in FY2012 mainly due to lower contributions from Original Equipment Manufacturing ("OEM") sales.
- In FY2012 licensing revenue totalled US\$1.6 million (FY 2011: US\$1.5 million). Licensing revenue is contributed by our existing 3rd party licensing customers' sales.

Profitability

- YOY (12 months) gross profit decreased by 17.5% to US\$9.2 million in FY2012. Gross profit margin in FY 2012 is 11.5% as compared to 13.0% in FY2011 which was impacted mainly by one-time write-off of US\$1.63 million in inventory (as reported in Q2FY2012). If not for the inventory write-off the gross profit margin would have reported at 13.5%.

Expenses

Total expenses amounted to US\$11.5 million in FY 2012 (FY 2011: US\$9.0 million) representing an increase by 28.1%. The factors contributing to the change are:

- Despite an increase in IP registration activities and filing of 3 new patents in FY 2012, research and development activities increased by 29.8% to US\$4.4 million (FY2011: US\$3.4million). This was as a result of the Group one-time US\$1.0 million write-off of development expenses. (as reported in Q2FY2012).
- Marketing and distribution expenses saw an increase by 39.4% from US\$2.3 million to US\$3.3 million mainly due to provision of doubtful debts amounting to US\$0.6 million. In addition, the Group continued its promotional activities for its maiden products - the Flu-Card and Ai-Ball.
- There was a 14.2% increase in general administration expenses from US\$2.8 million in FY 2011 to US\$3.2 million in FY 2012 mainly as a result of increased expenses incurred by subsidiaries.

Impairment of intangible assets

- As part of the Group's risk management review of its Intellectual Property and intangible assets and in the light of rapid technological changes, management considered it prudent to record a US\$4.1 million impairment of these assets.

Net (Loss)/ Profit After Tax

The Group reported a net loss after tax of US\$5.1 million (FY2011: net profit after tax of US\$2.0 million). The decrease by 358.1% is mainly attributed by a one-time write-offs of a development expenses and inventory (as reported in Q2FY2012) and an impairment of IP of US\$4.1 million.

Balance Sheet – Key Highlights

- **Plant, Property and Equipment** – There was a US\$1.8 million increase in plant, property and equipment from US\$9.2 million in FY11 to US\$11.0 million YOY due to acquisition of plant and equipment by the subsidiaries.
- **Intangible Assets** – As a result of the US\$4.1 million impairment of its IP assets, intangible assets decreased by US\$1.8 million from US\$12.6 million to US\$10.8 million in FY2012. This is notwithstanding the continual registration of new patents in our core mobile media solutions division and development of R&D activities, especially the Flucard project. Being a technology leader in our space, Trek continues to emphasize and invest in research and development (“R&D”) activities. The Group’s strategy aimed at building its library of patents is gaining momentum with 393 patents granted across the world (FY2011: 360 patents granted).
- **Quoted Investments** – Investments in quoted investments increased to US\$6.8 million from US\$6.3 million, due to an increase in investment in short-terms bonds.
- **Unquoted Investments** – Unquoted investment increased by US\$0.2million was made in FY2012 from US\$0.2 million to US\$0.4 million.
- **Trade Receivables** – At the close of FY2012, The Group’s trade receivables balance stood at US\$13.7 million (FY2011: US\$23.6 million). Trade receivables turnover improved to 62 days in FY2012 compared to 99 days in FY2011.
- **Inventory** – The Group’s inventory balance decreased from US\$9.4 million (FY2012) to US\$8.8 million (FY2012) and inventory turnover stood at 45 days in FY2012 (FY2011: 45 days). The Group recorded a provision for stock obsolescence amounting to US\$1.1 million.
- **Trade Payables and Accruals** - At the close of FY2012, The Group’s trade payables and accruals balance stood at US\$9.8 million (FY2011: US\$16.2 million). Trade payables and accruals are managed within credit terms of 52 days in FY2012 (FY2011: 79 days).
- **Shareholders’ Funds** – The Group’s shareholders’ funds in FY2012 amounted to US\$45.9 million (FY2011: US\$51.6 million) representing a change by US\$5.7 million. The decrease in revenue reserves is mainly arose from an impairment of intangible assets and dividend payment during the year.

Cashflow

As the Group continues its development on its maiden products (Flucard and Ai-Ball) it resulted in a positive cashflow generated from operations amounting to US\$3.6 million (FY2011: cash used in operations of US\$4.0 million). At the close of the financial year under review, our cash and cash equivalents stands at US\$6.3 million (includes fixed deposits amounting to US\$3.4 million and bank overdrafts of US\$0.9 million).

There are no other significant factors that affected the revenues, costs, and earnings of the Group for the current quarter under review.

Besides the factors mentioned above, there are no other material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current quarter under review.

There are no interested persons transactions during the current quarter under review.

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

Not applicable.

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

As at 31 December 2012, the Group has US\$6.3 million in cash and cash equivalents. The Group will continue to pursue R&D activities so as to introduce new innovations to the market.

Going forward, the Group expects that business conditions will continue to be challenging. The Group will continue to develop its MMS core segment to achieve greater growth. We are also in the advance stages of exploring tie-ups with strategic partners.

Barring any unforeseen circumstances, the Group expects to be profitable in FY 2013.

11. Dividend

(a) Current Financial Year Reported On

Yes, an ordinary dividend is recommended.

Name of Dividend	:	First and Final Dividend
Dividend Type	:	Cash
Dividend Rate (cents)	:	0.25 Singapore cent (1/4 Singapore Cent)
Tax Rate	:	Tax-exempt dividend (one-tier)
Total amount payable	:	S\$0.741 million

(b) Corresponding Period of the Immediately Preceding Financial Year

Dividend declared and paid for the corresponding period of the immediately preceding financial year is as follows.

Name of Dividend	:	First and Final Dividend (paid on 19 May 2012)
Dividend Type	:	Cash
Dividend Rate (cents)	:	0.75 Singapore cent (3/4 Singapore Cent)
Tax Rate	:	Tax exempt dividend (one-tier)
Total amount payable	:	S\$2.223 million (US\$1.799 million)

(c) Date payable

The dividend is payable on 16 May 2013

(d) Books closure date

The Register of Members and Register of Transfer of the Company will be closed on 29 April 2013 for the purpose of determining shareholders' entitlement of dividends.

Registerable transfers received by the Company's Share Register, Boardroom Corporate & Advisory Services Pte. Ltd. 50 Raffles Place #32-01 Singapore Land Tower Singapore 048623, up to 5.00 p.m. on 26 April 2013 will be registered before entitlements to the dividend are determined.

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

No interim dividend has been declared/(recommended) for the current period under review.

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

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

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

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

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

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

Results by Business Segment

	Customised Solutions	Mobile Media Solutions	Licensing	Adjustments	Note	Total
	US\$	US\$	US\$	US\$		US\$
Year ended 31 December 2012						
Sales to external customers	13,520,572	65,271,392	1,599,438	-		80,391,402
Inter-segment sales *	-	-	-	-		-
Total Revenue	13,520,572	65,271,392	1,599,438			80,391,402
RESULTS:						
Interest income	78,900	380,898	9,334	-		469,132
Dividend income	-	2,684	-	-		2,684
Depreciation and amortisation	218,148	1,996,851	157,078	-		2,372,077
Other non-cash expenses	115,975	500,649	-	-		616,624
Segment operating profit	(474,472)	(4,439,491)	(847,753)	374,987	A	(5,386,729)
Additions to non-current assets	152,013	6,058,995	-	-	B	6,211,008
Segment assets	8,351,421	36,052,150	10,776,684	7,250,438	C	62,430,693
Segment liabilities	2,452,698	10,588,023	-	3,497,592	D	16,538,313

	Customised Solutions	Mobile Media Solutions	Licensing	Adjustments	Note	Total
	US\$	US\$	US\$	US\$		US\$
Year ended 31 December 2011						
Sales to external customers	12,828,856	71,793,772	1,526,742	-		86,149,370
Inter-segment sales *	-	-	-	-		-
Total Revenue	12,828,856	71,793,772	1,526,742	-		86,149,370
RESULTS:						
Interest income	82,959	464,261	9,873	-		557,093
Dividend income	-	11,655	-	-		11,655
Depreciation and amortisation	185,791	2,174,787	167,459	-		2,528,037
Other non-cash expenses	(141,005)	(705,183)	-	-		(846,188)
Segment operating profit	27,758	1,286,047	238,178	466,886	A	2,018,869
Additions to non-current assets	26,788	4,286,502	96,223	-	B	4,409,513
Segment assets	9,270,622	46,363,302	12,623,220	6,585,725	C	74,842,869
Segment liabilities	3,326,248	16,634,894	-	3,252,461	D	23,213,603

* - There were no inter-segment sales during the year.

Notes Nature of adjustments and eliminations to arrive at amounts reported in the consolidated financial statements

A The following items are added to/(deducted from) segment profit/(loss) to arrive at "Profit before income tax" presented in the consolidated income statement:

	Group	
	2012	2011
	US\$	US\$
Interest income	469,132	557,093
Dividend income	2,684	11,655
Finance costs	(63,902)	(101,862)
	407,914	466,886
	407,914	466,886

B Additions to non-current assets consist of addition to property, plant and equipment in the consolidated balance sheet.

C The following items are added to segment assets to arrive at total assets reported in the consolidated balance sheet:

	US\$	US\$
	2012	2011
Unquoted investments	413,281	263,281
Quoted investments - non-current	6,837,157	6,322,443
	7,250,438	6,585,724
	7,250,438	6,585,724

D The following items are added to segment liabilities to arrive at total liabilities reported in the consolidated balance sheet:

	Group	
	2012	2011
	US\$	US\$
Hire purchase payables (current)	131,084	100,899
Hire purchase payables (non-current)	92,929	85,231
Income tax payable	439,222	912,762
Deferred taxation	1,091,275	1,090,318
Term loan (current)	1,131,729	250,230
Term loan (non-current)	611,353	813,021
	3,497,592	3,252,461
	3,497,592	3,252,461

Segment Results by Geographical Segment

Sales to external customers

(US\$'000)	Revenue		Non-current Assets	
	2012	2011	2012	2011
ASEAN Countries	42,268	48,392	29,068	28,425
United States	16,851	15,221	-	-
China/HK	12,355	10,771	8	10
Japan	2,556	4,316	-	-
India	2,889	4,143	-	-
Europe	2,799	2,658	-	-
Others	673	648	-	-
TOTAL	80,391	86,149	29,076	28,435

ASEAN Countries was the main contributor for the Group's revenue in FY2011. In FY2012, as reflected in global business uncertainty there was contraction in revenue by 12.6%

Revenues of approximately US\$32.2 million are derived from 5 external customers (FY2011: US\$26.6 million from 5 external customers).

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

Segmental Analysis – by Business Segments

By business segments, its core Mobile Media Solutions (MMS) division dominates as the key revenue generator accounting for 81.2% of its revenue. Amongst the Group's range of MMS solutions/products, the Trek's family of products/solutions like *Thumbdrive*® solution; its maiden products Flucard and Ai-Ball; and other external storage media solutions (like SD cards and HDD solutions) incorporating enhanced features (like Hardware-wired AES (Thumbdrive *CRYPTO*) and Compression); and Trek's security-centric Enterprise Solutions continue to dominate as the main engine of growth for the MMS business segment.

Customised Solutions ("CS") Division contributed 16.8% of the Group's aggregate revenue in FY2012. This is consistent with the Group's strategy to gradually diversify its resources to the other business segments within the Group while still maintaining its existing customer base.

The Group's licensing revenue continues to be an important part of the Group's business and has turned in a licensing revenue of US\$1.6 million in FY2012 (FY 2011 : US\$1.5 million). The success of the licensing revenue stems from the ability and efforts of our licensees in marketing our products and solutions. Going forward, this business segment will become increasingly important as businesses begin to seriously respect intellectual property rights ownership.

Segmental Analysis – by Geography

In FY2012, notwithstanding the market competition, the Group has focussed on key markets like USA which saw an increase by 10.7% and China/HK increase by 14.7%.

As reflected in the global business uncertainty, ASEAN countries saw a decrease by 12.6%, India decreased by 30.3% and Japan by 40.8%.

17. A breakdown of sales

	Group		% Change
	Latest Full Year 2012	Previous Full Year 2011	
(a) Sales reported for first half year	44,932	35,851	25.33
(b) Operating (loss)/profit reported for first half year	(1,417)	1,865	nm
(c) Sales reported for second half year	35,459	50,298	(29.50)
(d) Operating (loss)/profit reported for second half year	(3,684)	111	nm

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

	Latest Full Year 2012	Previous Full Year 2011
	US\$	US\$
Ordinary	1,798,784	2,415,676
Preference	-	-
Total	1,798,784	2,415,676

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

Name	Age	Family relationship with any director/or CEO and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Tan Boon Tat	55	Brother of Henn Tan*	Director of Trek Technology (Singapore) Pte Ltd (wholly-owned subsidiary of the Company) and Store Manager of the Company, since 31 October 1995. Duties:- - To oversee the proper distribution of inventory for the Company and its subsidiaries ("the Group"); and - To ensure that goods and materials are delivered to the Group's customers in a timely and proper manner.	Nil
Tan Boon Siong	51	Brother of Henn Tan*	Director of Trek Technology (Singapore) Pte Ltd (wholly-owned subsidiary of the Company), since 11 July 1989. Duties:- to provide business advisory services.	Nil
Tan Boon Liew	48	Brother of Henn Tan*	Assistant Manager in the Company, since 15 July 1997. Duties:- to manage and oversee the despatch of goods to the Group's customers.	Nil

* Henn Tan is the Chairman and Chief Executive Officer of Trek 2000 International Ltd

BY ORDER OF THE BOARD

GURCHARAN SINGH
Executive Director
22nd February 2013

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

The directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited financial statements for the period ended 30 September 2012 to be false and misleading in any material respect.

On behalf of the Directors

Signed

Signed

HENN TAN
Director

GURCHARAN SINGH
Director

22nd February 2013