

FORISE INTERNATIONAL LIMITED

Unaudited Condensed Interim Financial Statements for the six months ended 30 June 2021

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**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2021**

		Group		
	Note	6 months ended 30 June	RMB'000	% Change
		RMB'000	RMB'000	+ / (-)
Revenue	3	1,338	1,954	(31.53)
Interest income		16	38	(57.9)
Other income		22	338	(93.5)
Other losses				
- Currency exchange losses, net		(258)	(349)	(26.1)
Expenses				
- Amortisation of right-of-use asset		-	(674)	(100.0)
- Consultancy charges		(358)	(232)	154.3
- Depreciation of plant and equipment		-	(5)	(100.0)
- Directors' fees		(328)	(339)	(3.2)
- Employee compensation		(3,159)	(2,472)	127.8
- Interest expense for lease liability		-	(17)	(100.0)
- Professional fees		(1,005)	(1,014)	(0.9)
- Rental		(134)	(133)	0.8
- Finance cost		(6)	(3)	100.0
- Other operating expenses		(128)	(214)	(38.2)
Total expenses		(5,118)	(5,103)	
Share of loss of associated company		-	(81)	(100.0)
Share of loss of joint venture		-	(5)	(100.0)
Loss before tax	4	(4,000)	(3,208)	24.7
Income tax expense	5	-	-	
Loss for the financial period		(4,000)	(3,208)	24.7
Other comprehensive income				
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Currency translation differences arising from consolidation				
- Gains		(15)	4	n.m.
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Currency translation differences arising from consolidation				
- Loss		(18)	3	n.m.
Other comprehensive income, net of tax		(33)	7	n.m.
Total comprehensive loss		(4,033)	(3,201)	26.0
Loss attributable to:				
- Equity holders of the Company		(2,940)	(2,909)	1.1
- Non-controlling interests		(1,060)	(299)	254.5
		(4,000)	(3,208)	24.7
Total comprehensive loss attributable to:				
- Equity holders of the Company		(2,955)	(2,905)	101.8
- Non-controlling interests		(1,078)	(296)	360.5
		(4,033)	(3,201)	26.0
Loss per share (cents)				
Basic	6	(6.92)	(0.137)	
Diluted		(6.92)	(0.137)	

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021**

		Group		Company	
	Note	As at 30 Jun 2021 RMB'000	As at 31 Dec 2020 RMB'000	As at 30 Jun 2021 RMB'000	As at 31 Dec 2020 RMB'000
ASSETS					
Current assets					
Cash and cash equivalents		2,419	4,409	328	39
Trade and other receivables	7	12,064	13,833	12,893	14,795
Other current assets		84	81	63	41
		<u>14,567</u>	<u>18,323</u>	<u>13,284</u>	<u>14,875</u>
Non-current assets					
Investments in subsidiary corporations		-	-	3	3
Investment in associated company		-	-	-	-
Plant and equipment		-	-	-	-
		<u>-</u>	<u>-</u>	<u>3</u>	<u>3</u>
Total assets		<u>14,567</u>	<u>18,323</u>	<u>13,287</u>	<u>14,878</u>
LIABILITIES					
Current liabilities					
Trade and other payables		1,755	1,473	721	689
Current income tax liabilities		404	409	-	-
Total liabilities		<u>2,159</u>	<u>1,882</u>	<u>721</u>	<u>689</u>
NET ASSETS		<u>12,408</u>	<u>16,441</u>	<u>12,566</u>	<u>14,189</u>
EQUITY					
Capital and reserves attributable to equity holders of the Company					
Share capital	8	145,320	145,320	145,320	145,320
Currency translation reserve		(115)	(100)	-	-
Accumulated losses		(133,443)	(130,503)	(132,754)	(131,131)
		<u>11,762</u>	<u>14,717</u>	<u>12,566</u>	<u>14,189</u>
Non-controlling interests		<u>646</u>	<u>1,724</u>	<u>-</u>	<u>-</u>
TOTAL EQUITY		<u>12,408</u>	<u>16,441</u>	<u>12,566</u>	<u>14,189</u>

**STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2021**

		Attributable to equity holders of the Company					
		Share capital RMB'000	Currency translation reserve RMB'000	Accumulated losses RMB'000	Total RMB'000	Non-controlling interests RMB'000	Total equity RMB'000
Group							
At 1 January 2021		145,320	(100)	(130,503)	14,717	1,724	16,441
Loss for the financial period		-		(2,940)	(2,940)	(1,060)	(4,000)
Other comprehensive loss:							
- Foreign currency translation differences		-	(15)	-	(15)	(18)	(33)
Total comprehensive loss for the financial period			(15)	(2,940)	(2,955)	(1,078)	(4,033)
At 30 June 2021		145,320	(115)	(133,443)	11,762	646	12,408
At 1 January 2020		145,320	1	(127,074)	18,247	212	18,459
Loss for the financial period		-		(2,909)	(2,909)	(299)	(3,208)
Other comprehensive loss:							
- Foreign currency translation differences		-	4	-	4	3	7
Total comprehensive loss for the financial year			4	(2,909)	(2,905)	(296)	(3,201)
At 30 June 2020		145,320	5	(129,983)	15,342	(84)	15,258
Company							
At 1 January 2021		145,320	-	(131,131)	14,189	-	14,189
Total comprehensive loss for the financial period				(1,623)	(1,623)	-	(1,623)
At 30 June 2021		145,320	-	(132,754)	12,566	-	12,566
At 1 January 2020		145,320	-	(127,748)	17,572	-	17,572
Total comprehensive loss for the financial year		-	-	(2,145)	(2,145)	-	(2,145)
At 30 June 2020		145,320	-	(129,893)	15,427	-	15,427

**CONSOLIDATED STATEMENT OF CASHFLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2021**

	Group	
	1H2021	1H2020
	RMB'000	RMB'000
Cash flows from operating activities		
Total loss	(4,000)	(3,208)
Adjustments for:		
- Depreciation of plant and equipment	-	5
- Amortisation of right-of-use asset	-	675
- Interest expense for lease liability	-	17
- Interest income	(16)	(38)
- Share of loss of associated company	-	81
- Share of loss of joint venture	-	5
- Unrealised currency translation losses	(38)	-
Operating loss before changes in working capital	(4,054)	(2,463)
Changes in working capital		
- Trade and other receivables	1,769	204
- Other current assets	(3)	37
- Trade and other payables	282	517
Cash used in operations	(2,006)	(1,705)
Interest received	16	38
Net cash used in operating activities	(1,990)	(1,667)
Cash flows from financing activities		
Principal payment of lease liability	-	(690)
Interest expense for lease liability	-	(17)
Net cash used in investing activities	-	(707)
Net decrease in cash and cash equivalents	(1,990)	(2,374)
Cash and cash equivalents at beginning of financial period	4,409	6,348
Cash and cash equivalents at end of financial period	2,419	3,974

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS

1. Corporate information

Forise International Limited (the Company) is listed on the Singapore Exchange Securities Trading Limited (the "Singapore Exchange") or (the "SGX-ST") and incorporated and domiciled in Singapore. These condensed interim consolidated financial statements as at and for the six months ended 30 June 2021 comprise the Company and its subsidiaries (collectively, the Group).

The principal activities of the Company is that of investment holding. The principal activities of the Company's subsidiaries consist of provision of corporate advisory and management consulting services and investment holding.

The consolidated financial statements relate to the Company and its subsidiaries and the Group's interests in an associated company.

2. Basis of Preparation

2.1 Statement of compliance

The condensed interim financial statements for the six months ended 30 June 2021 have been prepared in accordance with Singapore Financial Reporting Standards (International) ("SFRS(I)") 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2020.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.2.

The condensed interim financial statements are presented in Renminbi ("RMB"), which is the functional currency of the Company. All financial information presented in RMB has been rounded to the nearest thousand ("RMB'000"), unless otherwise stated.

2.2 New and amended standards adopted by the Group

During the current financial period, the Group has adopted the following SFRS(I), amendments to SFRS(I) which took effect from the financial year beginning 1 January 2021:

- Amendments to SFRS(I) 16 *Covid-19 Related Rent Concessions*

The adoption of the above amendment to SFRS(I) has assessed to have no material financial effect on the results and financial position of the Group for the financial year ending 31 December 2021. Accordingly, it has no material impact on the loss per share of the Group.

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT'D)

2.3 Use of judgements and estimates

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

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 within the next reporting period are included in the following notes:

Corporate advisory contracts and management consultancy contracts

The Group recognises revenue from corporate advisory contracts and management consultancy contracts when the outcome of a transaction involving the rendering of services can be estimated reliably. Significant judgement and estimate is required in determining the method and amount of revenue to recognise. Specifically, arrangements may require contract interpretation to determine appropriate accounting, including whether promised goods and services in an arrangement are distinct performance obligations and should be accounted for separately. Other judgements include determining whether performance obligations are satisfied over time or at a point in time.

Corporate advisory contracts

Corporate advisory contracts consist of a single performance obligation which is recognised at a point in time upon the lodgement of the funds with the authority by the customers in accordance with the investment plans advised by the Group, or when the customers provide a written acknowledgement confirming the services has been rendered.

Management consultancy contracts

Management consultancy contracts consist of a single performance obligation, which is recognised over time as control is transferred continuously to customers. Typically, revenue is recognised over time using an input measure of time expended to date relative to total estimated time to be incurred at project completion. Incurred hours represent services rendered and thereby faithfully depicts the transfer of control to the customer. The measurement of progress towards completion is agreed and certified by the customers.

There have been no significant changes to the judgements in respect of the corporate advisory contracts and management consultancy contracts

Expected credit losses ("ECLs") on advances to a related party, loans to an associated company and trade receivables

ECLs are unbiased probability-weighted estimates of credit losses which are determined by evaluating a range of possible outcomes and taking into account past events, current conditions and assessment of future economic conditions. The Group has used relevant historical information and loss experience to determine the probability of default of the instruments and incorporated forward looking information, including significant changes in external market indicators which involved significant judgements and assumptions.

The Group measured the loss allowance of advances to a related party, loans to an associated company and trade receivables using the three-stage impairment approach and the simplified approach respectively. A considerable amount of judgement is required in assessing the ECL which are determined by referencing to the Group's historical observed default rates, customers' ability to pay and adjusted with forward-looking information.

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT'D)

3 Revenue

Disaggregation of Revenue

In the following table, revenue from contracts with customers is disaggregated by primary geographical markets, major products and service lines and timing of revenue recognition. The table also includes a reconciliation of the disaggregated revenue with the Group's reportable segments (see note 12).

	Group 6 months ended 30 June	
	2021	2020
	RMB'000	RMB'000
<u>At a point in time</u>		
Corporate advisory services		
- People of Republic China	630	630
<u>Over time</u>		
Management consultancy services		
- Singapore	394	1,324
- Denmark	146	—
- United Arab Emirates	168	—
	<u>1,338</u>	<u>1,954</u>

Seasonal operations

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

4 Loss before tax

The following items have been included in arriving at loss before tax:

	Group 6 months ended 30 June	
	2021	2020
	RMB'000	RMB'000
Depreciation of plant and equipment	—	(5)
Amortisation of right-of-use asset	—	(674)
Interest expense for lease liability	—	(17)
Interest income	16	38

5 Tax expense

	Group 6 months ended 30 June	
	2021	2020
	RMB'000	RMB'000
Current tax expense	<u>—</u>	<u>—</u>

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT'D)

6 Loss per share

	Group 6 months ended 30 June	
	2021	2020
Loss attributable to equity holder of the Company (RMB'000)	(2,940)	(2,909)
Loss per share (basic and diluted) (RMB cents)	(6.92)	(0.137)
Weighted average number of ordinary shares outstanding	42,483,606	2,130,000,000

Basic loss per share is computed by dividing the loss attributable to the equity holders of the Company in each financial period by the weighted average number of ordinary shares outstanding at the end of the respective financial period. There are no dilutive potential ordinary shares.

7 Trade and other receivables

	Group		Company	
	2021	2020	2021	2020
	RMB'000	RMB'000	RMB'000	RMB'000
Trade receivables	4,376	6,025	—	—
Other receivables	26,981	27,101	12,893	14,795
Less: allowance for expected credit loss	(19,293)	(19,293)	—	—
	7,688	7,808	12,893	14,795
	12,064	13,833	12,893	14,795

8 Share capital

	Group and Company	
	2021	2020
	No. of shares	
Fully paid ordinary shares, with no par value:		
On issue at 1 January and 30 June/31 December	42,599,999	42,599,999

The Company did not hold any treasury shares as at 30 June 2021.

The Company's subsidiaries do not hold any shares in the Company as at 30 June 2021 and 31 December 2020.

9 Dividends

No dividend for the half year ended 30 June 2021 (30.6.20: Nil) was declared or proposed.

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT'D)

10 Net asset value per share

	Group		Company	
	30 Jun 2021	31 Dec 2020	30 Jun 2021	31 Dec 2020
Net assets value* per ordinary share (RMB cents)	<u>29.12</u>	<u>38.59</u>	<u>29.50</u>	<u>33.31</u>
Number of issued ordinary shares at end of financial period/year	<u>42,599,999</u>	<u>42,599,999</u>	<u>42,599,999</u>	<u>42,599,999</u>

11 Interested person transactions

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920 of the Listing Manual of the Singapore Exchange Securities Limited ("SGX-ST").

There were no interested person transaction, as defined in Chapter 9 of the Listing Manual of the SGX-ST, entered by the Group during the half year ended 30 June 2021.

12 Segment information

The Group's chief operating decision-makers ("CODM") comprise of the Executive Directors. Management has determined the operating segments based on the reports reviewed by the CODM that are used to make strategic decisions, allocate resources, and assess performance.

The CODM considers the business from both geographical and business segment perspectives. Geographically, management manages and monitors the business mainly in the People of Republic China ("PRC") and India. From a business segment perspective, the Group's operations derive its revenue from corporate advisory and management consultancy business. Other services within Singapore mainly relates to investment holding and is not included within the reportable operations segments as it is not included in the segment reports provided to the CODM. The result of its operations is included under "All other segments".

SELECTED NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONT'D)

12 Segment information (cont'd)

The segment information provided to the CODM for the reportable segments are as follows:

6 months ended 30 June	Corporate advisory and management consultancy		All other segments		Total operations	
	2021	2020	2021	2020	2021	2020
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Revenue and expenses						
Revenue	1,338	1,954			1,338	1,954
Other income	2	-	20	338	22	338
Interest income	16	37	-	1	16	38
Currency exchange loss, net	226	230	(484)	(579)	(258)	(349)
Consultancy charges	(358)	(232)	-	-	(358)	(232)
Depreciation	-	-	-	(5)	-	(5)
Amortisation of right use of asset	-	-	-	(674)	-	(674)
Employee compensation	(2,108)	(1,896)	(1,051)	(576)	(3,159)	(2,472)
Directors' fee	-	-	(328)	(339)	(328)	(339)
Interest expense on lease liability	-	-	-	(17)	-	(17)
Professional fees	(649)	(442)	(356)	(572)	(1,005)	(1,014)
Rental on operating leases	(56)	(123)	(78)	(10)	(134)	(133)
Finance	(5)	(2)	(1)	(1)	(6)	(3)
Other operating expenses	(30)	(37)	(98)	(177)	(128)	(214)
Share of loss of a joint venture	-	-	-	(5)	-	(5)
Share of loss of an associated company	-	(81)	-	-	-	(81)
Loss before income tax	(1,624)	(592)	(2,377)	(2,616)	(4,000)	(3,208)
Income tax expense	-	-	-	-	-	-
Total loss	(1,624)	(592)	(2,377)	(2,616)	(4,700)	(3,208)
Segment assets	13,467	14,094	392	3,481	13,859	17,575
Segment liabilities	1,441	1,434	718	625	2,159	2,059

13 Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2021 and 31 December 2020:

	Group		Company	
	30 Jun 2021 RMB'000	31 Dec 2020 RMB'000	30 Jun 2021 RMB'000	31 Dec 2020 RMB'000
Financial assets at amortised cost				
Trade and other receivables ⁺	12,082	13,851	12,910	14,813
Cash and cash equivalents	2,419	4,409	328	39
	14,501	18,260	13,238	14,852
Financial liabilities at amortised cost				
Trade and other payables	1,755	1,473	721	689

⁺ Excludes prepayments

OTHER INFORMATION

AUDIT

The statements of financial position as at 30 June 2021 and the related consolidated statement of profit or loss and other comprehensive income, statements of changes in equity and consolidated statement of cashflows for the half year period ended and the selected explanatory notes (the "Condensed Interim Financial Statements") have not been audited or reviewed by the Company's auditors.

REVIEW OF GROUP PERFORMANCE

Consolidated statement of Profit or Loss and other comprehensive income

Revenue

Revenue is generated from the business of providing strategic planning, corporate and financial solution advisory, financial restructuring advisory and management consultancy services.

The Group's corporate and financial solution advisory services in China mainly comprise: (i) advice and services to fund and investment managers; (ii) advice and services to the new economy including Fintech, blockchain and other IT; and (iii) advice and services to SMEs (and high net worth individuals).

The Group's management consultancy services in Singapore mainly comprise advice and consultancy services in connection with the software requirement specification, system design and creation, creation of operating policies and procedures and documentation, post-deployment testing and etc.

	1H2021 RMB'000	1H2020 RMB'000	% Change + / (-)
<u>China – Tianjin WFOE</u>			
Corporate advisory services to fund/investment managers	630	630	-
<u>Singapore – Prisma Technologies</u>			
Consultancy services from management of contracts in respect of artificial intelligence solutions	708	1,324	(46.5)
	1,338	1,954	(31.5)

In 1H2021, revenue of RMB0.63 million recognised from the Chinese fund/investment manager was related to an existing service contract of a recurring customer. On the other hand, revenue of RMB0.71 million was recognised from management consultancy services during 1H2021.

The revenue was generated from a recurring Chinese fund/investment manager for an existing service contract. On the contrary, revenue from management consultancy services decreased by RMB0.62 million in 1H2021 as compared to 1H2020. The decrease in management consultancy revenue was due to the disruption of business operations of Prisma Technologies ("Prisma Tech") in India as a result of the unprecedented COVID-19 pandemic. In combating with the raising COVID-19 cases, death tolls and new virus variants, various tightened measures imposed by the Indian authority including the extended lockdowns, curfews, limited or no access to office premises etc. This has resulted in disruption and slow progresses to the on-going projects.

OTHER INFORMATION (CONT'D)

REVIEW OF GROUP PERFORMANCE (CONT'D)

Consolidated statement of Profit or Loss and other comprehensive income (cont'd)

Interest income

The Group's interest income decreased by RMB0.02 million or 57.9%, from RMB0.04 million in 1H2020 to RMB0.02 million in 1H2021. The decrease was due to lower amount of fixed deposit placements in 1H2021 as compared to 1H2020.

Other income

Other income of the Group decreased by RMB0.32 million or 93.5% from RMB0.34 million in 1H2020 to RMB0.02 million in 1H2021. Other income in 1H2021 mainly comprises the grants of RMB0.02 million from Jobs Support Scheme ("JSS"), which is a financial assistance scheme introduced by the Singapore Government to help employers retain their local employees during the COVID-19 pandemic period with economic uncertainty.

The decrease of other income was mainly due to: i) lower pay-out of JSS grants by the Government; and ii) no rental income from the sublease of office space to a third-party company upon expiration of office lease in UOB plaza 2 in August 2020.

Other losses

Currency exchange losses, net

The Group recorded a net foreign exchange loss of RMB0.26 million for 1H2021, mainly due to the weakening of the Singapore dollar and United States dollar exchange rates against Renminbi during 1H2021.

Expenses

i) Amortisation of right-of-use asset

The significant decrease of amortisation of right-of-use asset was due to office lease at UOB Plaza 2 has been expired and no renewal of tenancy agreement. The Company has moved to the new office unit of which is short term lease.

ii) Consultancy charges

Consultancy charges of RMB0.36 million incurred during 1H2021 consisted of the costs incurred for the corporate advisory project where other service providers were engaged by Group to assist in completion of the consultancy deliverables to the client. Lower consultancy charges were incurred in 1H2020 as lesser other service providers were engaged by the Group.

iii) Employee compensation

Employee compensation of the Group increased by RMB0.69 million or 27.9%, from RMB2.47 million in 1H2020 to RMB3.16 million in 1H2021. The higher amount of employee compensation was mainly attributed to the payroll expenses incurred by Prisma Tech. During 1H2020, Prisma Tech increased its headcount of IT personnel gradually in delivering its business of management consultancy services.

OTHER INFORMATION (CONT'D)

REVIEW OF GROUP PERFORMANCE (CONT'D)

Consolidated statement of Profit or Loss and other comprehensive income (cont'd)

iv) Professional fees

Professional fees of the Group decreased by RMB0.009 million or 0.9%, from RMB1.014 million in 1H2020 to RMB1.005 million in 1H2021. The overall decrease in 1H2021 was mainly due to lesser professional services received in relation to various corporate actions and other advisory matters of the Group.

v) Rental

Rental expenses for 1H2021 amounting to RMB0.13 million relate to leases of office premises which are lesser than 12 months and/or of low value and are accordingly exempted from recognising as ROU assets.

vi) Other operating expenses

Other operating expenses of the Group decreased by RMB0.09 million or 38.2%, from RMB0.21 million in 1H2020 to RMB0.13 million in 1H2021. The decrease was mainly attributed to lower travelling and related expenses incurred during 1H2021 in view of the outbreak of COVID-19 pandemic since the beginning of FY2020.

Share of losses of associated company

No additional share of loss from its associated company as the Group's share of loss equals its interest in the associated company.

Share of losses of joint venture

As the Group has completed its disposal of the joint venture on 4 August 2020, hence, there is no share of gain/loss of the joint venture in 1H2021.

Statement of financial position

Total assets (Group) as at 30 June 2021 were RMB14.6 million, decreased by RMB3.7 million from RMB18.3 million as at 31 December 2020. The decrease was mainly due to the (i) net cash of RMB2.0 million used in operating activities and (ii) collection from receivables.

Total liabilities (Group) as at 30 June 2021 were RMB2.2 million, increased by RMB0.3 million from RMB1.9 million as at 31 December 2020. The increase was mainly due to the accrual of salaries.

Consolidated statement of cashflows

In 1H2021, the Group utilised RMB2.0 million of cash in operating activities. This was mainly due to an operating loss for 1H2021 offset with the increase in working capital of trade and other receivables and trade and other payables.

OTHER INFORMATION (CONT'D)

VARIANCE FROM PROSPECT STATEMENT

No forecast or prospect statement has been previously disclosed.

PROSPECTS

The COVID-19 pandemic has caused severe disruptions and has wreaked on businesses across industries, the impact on the global economies has been broad and significant. Notwithstanding the roll-out of vaccines in various countries since December 2020, there are still various evolvement of new virus variants globally, the effects of the pandemic are expected to linger on for years. The Group expects business headwinds to continue in FY2021 the global market to remain uncertain and challenging.

Despite of the disruption to the operations of Prisma Tech in India due to COVID-19 pandemic, the Group will continue to work closely with the management of Prisma Tech and the Group must continue to be ready to adapt to the new normal. Amidst challenging environment, the Group continues to preserve and focus on our core businesses, including exploring of other business opportunities to expand and enhance the performance and net asset value of the Group.

CONFIRMATION OF UNDERTAKINGS FROM DIRECTORS AND EXECUTIVE OFFICERS

The Company has procured undertakings from all its directors and executive officers under Rule 720(1) of the listing manual.

NEGATIVE ASSURANCE CONFIRMATION ON INTERIM FINANCIAL RESULTS PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

We, Peng Weile and Boye Kobaek Hartmann, being two directors of Forise International Limited (the "Company"), do hereby confirm to the best of our knowledge, nothing has come to attention of the Board of Directors of the Company which may render the the unaudited interim financial results for the half year ended 30 June 2021 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Peng Weile
Executive Director
13 August 2021