



DATAPULSE
TECHNOLOGY

Datapulse Technology Limited

(Company Registration No. 198002677D)

Condensed Interim Financial Statements
For the six months and full year ended
31 July 2021

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A. Condensed interim consolidated statement of profit or loss and other comprehensive income

	Note	The Group					
		6 months ended		Change %	12 months ended		Change %
		31.07.2021 \$'000	31.07.2020 \$'000		31.07.2021 \$'000	31.07.2020 \$'000	
Consolidated Statement of Profit or Loss							
Revenue	3	704	344	NM	1,040	2,714	(61.7)
Other income	4	476	277	71.8	684	668	2.4
		1,180	621	90.0	1,724	3,382	(49.0)
Fair value gain/(loss) on short-term investments		32	(756)	NM	-	(808)	NM
Loss on disposal of investments		-	(130)	NM	-	(130)	NM
Loss on disposal of plant and equipment		(2)	-	NM	(2)	-	NM
Staff costs		(650)	(841)	(22.7)	(1,348)	(1,854)	(27.3)
Depreciation		(665)	(526)	26.4	(1,251)	(845)	48.0
Finance costs		(446)	(467)	(4.5)	(892)	(935)	(4.6)
Hotel operating costs		(195)	(357)	(45.4)	(303)	(1,272)	(76.2)
Impairment of freehold properties		-	(1,940)	NM	-	(1,940)	NM
Other operating expenses		(676)	(982)	(31.2)	(1,480)	(2,080)	(28.8)
Loss before tax	5	(1,422)	(5,378)	(73.6)	(3,552)	(6,482)	(45.2)
Taxation	6	(102)	394	NM	(113)	730	NM
Loss for the period attributable to owners of the Company		(1,524)	(4,984)	(69.4)	(3,665)	(5,752)	(36.3)
Loss per share attributable to owners of the Company							
Basic and diluted loss per share (cents) ⁽¹⁾		(0.70)	(2.28)		(1.67)	(2.63)	
Consolidated Statement of Comprehensive income							
Loss for the period		(1,524)	(4,984)	(69.4)	(3,665)	(5,752)	(36.3)
Other comprehensive income							
Items that will not be reclassified to profit or loss:							
Net loss on equity instruments designated at fair value through other comprehensive income		(1,597)	(560)	NM	(1,597)	(560)	NM
Items that may be reclassified subsequently to profit or loss:							
Foreign currency translation differences relating to financial statements of a foreign subsidiary		(309)	204	NM	579	(149)	NM
Other comprehensive income for the period		(1,906)	(356)	NM	(1,018)	(709)	43.6
Total comprehensive income for the period and attributable to owners of the Company		(3,430)	(5,340)	(35.8)	(4,683)	(6,461)	(27.5)

(1) The diluted loss per share is the same as the basic loss per share as there are no dilutive potential ordinary shares.

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B. Condensed interim statements of financial position

	Note	GROUP		COMPANY	
		31.07.2021 \$'000	31.07.2020 \$'000	31.07.2021 \$'000	31.07.2020 \$'000
Non-current assets					
Property, plant and equipment	7	46,080	44,228	37	45
Right-of-use assets	8	59	307	59	307
Investment in unquoted securities	9	3,097	4,695	-	-
Long term receivables	10	5,629	5,167	-	-
Long term deposit	10	-	1,150	-	-
Amount due from subsidiaries (non-trade)	10	-	-	23,937	23,761
Subsidiaries		-	-	11,859	13,012
Deferred tax assets		-	348	-	348
		54,865	55,895	35,892	37,473
Current assets					
Trade and other receivables	10	525	432	394	92
Prepayment		63	113	48	49
Term loan deposit	10	1,176	-	-	-
Investment securities	9	4,173	4,805	4,173	4,805
Cash and bank balances		29,346	33,886	27,500	32,052
		35,283	39,236	32,115	36,998
Total assets		90,148	95,131	68,007	74,471
Non-current liabilities					
Borrowings	11	1,958	20,628	1,958	-
Lease liabilities	8	6	107	6	107
		1,964	20,735	1,964	107
Current liabilities					
Trade and other payables	12	749	1,214	215	819
Current tax payable		597	985	560	985
Borrowings	11	21,174	1,700	42	1,700
Lease liabilities	8	54	204	54	204
		22,574	4,103	871	3,708
Total liabilities		24,538	24,838	2,835	3,815
Net assets		65,610	70,293	65,172	70,656
Equity attributable to owners of the Company					
Share capital	13	32,992	32,992	32,992	32,992
Reserves		32,618	37,301	32,180	37,664
Total equity		65,610	70,293	65,172	70,656
Total equity and liabilities		90,148	95,131	68,007	74,471

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C. Condensed interim statements of changes in equity

	The Group					
	Share capital \$'000	Treasury shares \$'000	Fair value adjustment reserve \$'000	Other reserve \$'000	Retained earnings \$'000	Total equity \$'000
At 1 August 2020	32,992	(187)	(560)	(1,423)	39,471	70,293
Loss for the year	-	-	-	-	(3,665)	(3,665)
<u>Other comprehensive income</u>						
Foreign currency translation differences relating to financial statements of foreign subsidiaries	-	-	-	579	-	579
Net loss on equity instruments designated at fair value through other comprehensive income	-	-	(1,597)	-	-	(1,597)
Total other comprehensive income	-	-	(1,597)	579	-	(1,018)
Total comprehensive income for the year	-	-	(1,597)	579	(3,665)	(4,683)
Total transactions with owners	-	-	-	-	-	-
At 31 July 2021	32,992	(187)	(2,157)	(844)	35,806	65,610
	Share capital \$'000	Treasury shares \$'000	Fair value adjustment reserve \$'000	Other reserve \$'000	Retained earnings \$'000	Total equity \$'000
At 1 August 2019	32,992	(187)	-	(1,274)	46,318	77,849
Loss for the year	-	-	-	-	(5,752)	(5,752)
<u>Other comprehensive income</u>						
Foreign currency translation differences relating to financial statements of foreign subsidiaries	-	-	-	(149)	-	(149)
Net loss on equity instruments designated at fair value through other comprehensive income	-	-	(560)	-	-	(560)
Total other comprehensive income	-	-	(560)	(149)	-	(709)
Total comprehensive income for the year	-	-	(560)	(149)	(5,752)	(6,461)
Transactions with owners, recorded directly in equity						
Contributions by and distributions to owners						
Final 1-tier tax-exempt dividend paid of 0.5 cent per share for FY2019	-	-	-	-	(1,095)	(1,095)
Total contributions by and distributions to owners	-	-	-	-	(1,095)	(1,095)
Total transactions with owners	-	-	-	-	(1,095)	(1,095)
At 31 July 2020	32,992	(187)	(560)	(1,423)	39,471	70,293

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C. Condensed interim statements of changes in equity

	The Company			
	Share capital \$'000	Treasury shares \$'000	Retained earnings \$'000	Total equity \$'000
At 1 August 2020	32,992	(187)	37,851	70,656
Loss for the year	-	-	(5,484)	(5,484)
Total comprehensive income for the year	-	-	(5,484)	(5,484)
Total transactions with owners	-	-	-	-
At 31 July 2021	32,992	(187)	32,367	65,172
At 1 August 2019	32,992	(187)	46,544	79,349
Loss for the year	-	-	(7,598)	(7,598)
Total comprehensive income for the year	-	-	(7,598)	(7,598)
<u>Distributions to owners</u>				
Final 1-tier tax-exempt dividend paid of 0.5 cent per share for FY2019	-	-	(1,095)	(1,095)
Total distributions to owners	-	-	(1,095)	(1,095)
Total transactions with owners	-	-	(1,095)	(1,095)
At 31 July 2020	32,992	(187)	37,851	70,656

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D. Condensed interim consolidated statement of cash flows

		The Group	
		12 months ended	
	Note	31.07.2021	31.07.2020
		\$'000	\$'000
<u>Operating activities</u>			
Loss before tax		(3,552)	(6,482)
Adjustments for:			
Depreciation property, plant and equipment and right-of-use assets		1,251	845
Finance costs		892	935
Loss on sale of plant and equipment		2	4
Fair value (gain)/loss on short term investments		(56)	808
Impairment loss recognised on short term investments		-	1,940
Interest income	4	(124)	(610)
		(1,587)	(2,560)
Changes in working capital:			
Trade and other receivables		(598)	975
Prepayment		50	(63)
Short term investments		688	3,183
Trade and other payables		(465)	(74)
Cash (used in)/generated from operations		(1,912)	1,461
Tax (paid)/refund, net		(68)	338
Net cash (used in)/generated from operating activities		(1,980)	1,799
<u>Investing activities</u>			
Loan to third party		-	(249)
Repayment of loan to third party		-	(190)
Interest received		124	610
Proceeds from sale of plant and equipment		-	4
Purchase of property, plant and equipment	7	(1,901)	(3,248)
Net cash used in investing activities		(1,777)	(3,073)
<u>Financing activities</u>			
Dividends paid		-	(1,095)
Net proceeds from borrowing	11	2,000	-
Repayment of borrowing	11	(1,700)	(975)
Interest paid		(892)	(935)
Repayment of principal portion on lease liabilities		(193)	(200)
Net cash used in financing activities		(785)	(3,205)
Net decrease in cash and cash equivalents		(4,542)	(4,479)
Cash and cash equivalents at beginning of year		33,886	38,363
Effect of exchange rate changes on balances held in foreign currency		2	2
Cash and cash equivalents at 31 July		29,346	33,886

Datapulse Technology Limited

E. Notes to the condensed interim consolidated financial statements

1. Corporate information

Datapulse Technology Limited (the "Company") is a limited liability company incorporated and domiciled in Singapore and is listed on the Mainboard of the Singapore Exchange. The registered office and principal place of business of the Company is at 8 Shenton Way, #09-01 AXA Tower, Singapore 068811.

These condensed interim financial statements as at and for the six and twelve months ended 31 July 2021 comprise the Company and its subsidiaries (collectively, the "Group").

The Company's principal activities are investment holding and investment trading. The principal activities of the Group are hotel operations, investment holding, investment trading and the provision of management services.

2. Basis of preparation

The condensed financial statements for the six and twelve months ended 31 July 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 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 the performance of the Group since the last annual financial statements for the year ended 31 July 2020.

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.

The financial statements are presented in Singapore Dollars ("S") and all values in the tables are rounded to the nearest thousand ("S'000"), except when otherwise indicated.

2.1 Use of estimates and judgements

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, 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.

2.2 Changes in accounting policies

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 July 2020, which were in accordance with SFRS(I)s.

New standards and amendments adopted by the Group

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

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

The adoption of the above amendments to SFRS(I)s is assessed to have no material financial effect on the results and financial position of the Group and of the Company for the year ended 31 July 2021. Accordingly, it has no material impact on the earnings per share of the Group and of the Company.

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E. Notes to the condensed interim consolidated financial statements

2.3 Seasonal operations

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

2.4 Segment Information

The Group is organised into the following main business segments:

- (a) Investment holding;
- (b) Investment trading;
- (c) Provision of management services; and
- (d) Hotel operations

Management monitors the operating results of its business segments separately for the purpose of making decisions about resource allocation and performance assessment.

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E. Notes to the condensed interim consolidated financial statements

3. Revenue

	(a)	6 months ended		12 months ended	
		<u>31.07.2021</u>	<u>31.07.2020</u>	<u>31.07.2021</u>	<u>31.07.2020</u>
		\$'000	\$'000	\$'000	\$'000
Revenue from contracts with customers (see below)		637	310	832	2,402
Dividend income from equity investments at FVPL		48	79	117	173
Gain on disposal in investments		11	(99)	74	-
Interest income on bond investments at FVPL		8	54	17	139
		704	344	1,040	2,714

(a) Disaggregation of revenue:

<u>Segments</u>	6 months ended					
	<u>Hotel</u>		<u>Asset management</u>		<u>Total Revenue</u>	
	<u>31.07.2021</u>	<u>31.07.2020</u>	<u>31.07.2021</u>	<u>31.07.2020</u>	<u>31.07.2021</u>	<u>31.07.2020</u>
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Primary geographical markets						
Singapore	-	-	101	98	101	98
Korea	536	212	-	-	536	212
Total revenue from contracts with customers	536	212	101	98	637	310

<u>Segments</u>	12 months ended					
	<u>Hotel</u>		<u>Asset management</u>		<u>Total Revenue</u>	
	<u>31.07.2021</u>	<u>31.07.2020</u>	<u>31.07.2021</u>	<u>31.07.2020</u>	<u>31.07.2021</u>	<u>31.07.2020</u>
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Primary geographical markets						
Singapore	-	-	201	537	201	537
Korea	631	1,865	-	-	631	1,865
Total revenue from contracts with customers	631	1,865	201	537	832	2,402

<u>Major revenue streams</u>	6 months ended		12 months ended	
	<u>31.07.2021</u>	<u>31.07.2020</u>	<u>31.07.2021</u>	<u>31.07.2020</u>
	\$'000	\$'000	\$'000	\$'000
Hotel operations revenue				
- Room	460	81	535	1,299
- Food and beverage	45	43	48	387
- Sauna	3	11	4	96
- Others	28	77	44	83
Asset management fees	101	98	201	537
Total revenue from contracts with customers	637	310	832	2,402

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E. Notes to the condensed interim consolidated financial statements

3. Revenue (continued)

A breakdown of sales

	12 months ended		
	31.07.2021	31.07.2020	Change
	\$'000	\$'000	%
(a) Sales reported for the first half year	336	2,370	-86%
(b) Operating loss after tax before deducting non-controlling interests reported for the first half year	(2,141)	(768)	NM
(c) Sales reported for the second half year	704	344	NM
(d) Operating loss after tax before deducting non- controlling interests reported for the second half year	(1,524)	(4,984)	-69%

4. Other income

	6 months ended		12 months ended	
	31.07.2021	31.07.2020	31.07.2021	31.07.2020
	\$'000	\$'000	\$'000	\$'000
Interest income from banks	65	219	124	610
Other income	411	58	560	58
	476	277	684	668

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E. Notes to the condensed interim consolidated financial statements

5. Loss before tax

Loss before tax for the year has been arrived at after charging/(crediting) the following items:

	6 months ended		12 months ended	
	<u>31.07.2021</u>	<u>31.07.2020</u>	<u>31.07.2021</u>	<u>31.07.2020</u>
	\$'000	\$'000	\$'000	\$'000
Audit fees for the period	26	71	117	239
Amount over provided	(60)	-	-	-
Audit fees	(34)	71	117	239
Professional fees	179	305	396	550
Legal fees	-	13	-	41
Contributions to defined contribution plans, included in staff costs	35	57	83	115
Management fee expenses	82	81	166	162
Rebranding fees	53	124	53	165
Other operating expenses include the following items:				
Exchange gain	(8)	30	1	27

6. Taxation

	6 months ended		12 months ended	
	<u>31.07.2021</u>	<u>31.07.2020</u>	<u>31.07.2021</u>	<u>31.07.2020</u>
	\$'000	\$'000	\$'000	\$'000
Over/(under) provision in respect of prior financial years	8	394	(3)	730
Provision for current financial year	(110)	-	(110)	-
Income tax (expense)/credit recognised in the income statement	(102)	394	(113)	730

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E. Notes to the condensed interim consolidated financial statements

7. Property, plant and equipment

During the twelve months ended 31 July 2021, the Group acquired assets amounting to \$1,901,000 (31 July 2020: \$3,248,000) and disposals/write-offs of assets amounting to \$53,000 (31 July 2020: \$33,000)

8. Leases

Group as a lessee

The Group has commercial lease contracts for office space, motor vehicle and a photocopier. The Group's obligations under these leases are secured by the lessor's title to the leased assets. The leases generally have lease terms between two and four years with renewal options of up to two years. The Group is restricted from assigning and subleasing the leased assets to third parties.

(a) Carrying amounts of right-of-use assets

Set out below are the carrying amounts of right-of-use assets recognised and the movements during the financial year:

	Office space \$'000	Office equipment \$'000	Motor vehicles \$'000	Total \$'000
At 1 August 2020	254	11	42	307
Disposal	(58)	-	-	(58)
Depreciation expense	(145)	(3)	(42)	(190)
At 31 July 2021	51	8	-	59

	Office space \$'000	Office equipment \$'000	Motor vehicles \$'000	Total \$'000
At 1 August 2019	412	-	86	498
Additions	-	13	-	13
Depreciation expense	(158)	(2)	(44)	(204)
At 31 July 2020	254	11	42	307

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E. Notes to the condensed interim consolidated financial statements

8. Leases (continued)

(b) Lease liabilities

Set out below are the carrying amounts of lease liabilities and the movements during the period:

	2021	2020
	\$'000	\$'000
At 1 August	311	498
(Disposal)/Addition	(58)	13
Accretion of interest	7	15
Payments	(200)	(215)
	<hr/>	<hr/>
At 31 July	60	311
	<hr/>	<hr/>
Current	54	204
Non-current	6	107
	<hr/>	<hr/>

(c) Amounts recognised in consolidated income statement

The following are the amounts recognised in profit or loss:

	2021	2020
	\$'000	\$'000
Depreciation expense of right-of-use assets	190	204
Interest expense on lease liabilities	7	15
Expenses relating to leases of low-value assets	-	4
	<hr/>	<hr/>
Total amount recognised in profit or loss	197	223
	<hr/>	<hr/>

(d) Total cash outflow

The Group had total cash outflows for leases of \$200,000 during the financial year ended 31 July 2021 (31 July 2020: \$215,000).

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E. Notes to the condensed interim consolidated financial statements

9. Investment in securities

	Group and Company	
	2021	2020
	\$'000	\$'000
At fair value through profit or loss (FVPL)		
- Equity securities (quoted)	4,173	4,805
	Group	
	2021	2020
	\$'000	\$'000
At fair value through other comprehensive income (FVOCI)		
- Equity securities (unquoted)	3,097	4,695
Net carrying amount		
Current	4,173	4,805
Non-current	3,097	4,695

Investments in equity instrument designated at fair value through other comprehensive income (FVOCI).

The fair value of each of the investments in equity instruments designated at fair value through other comprehensive income at the end of the financial year is as follows:

	Group	
	2021	2020
	\$'000	\$'000
At fair value through other comprehensive income (FVOCI)		
- Equity securities (unquoted)		
Korea Investment Private Placement Business Hotel REIT No. AI861	3,064	4,474
Pinetree Hotel Management LLC	18	18
Pam Holdings II (BVI) Ltd	15	203
	3,097	4,695

The Group has elected to measure these equity securities at FVOCI due to the Group's intention to hold these equity instruments for long-term capital appreciation.

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E. Notes to the condensed interim consolidated financial statements

10. Trade and other receivables

	Group		Company	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
Trade and other receivables (current):				
Trade receivables	-	51	-	-
Deposits	74	71	71	72
Interest receivables	63	44	15	20
GST receivables	57	65	6	-
Other receivables	331	201	302	-
Financial assets carried at amortised cost (current)	525	432	394	92
Other receivables (non-current):				
Amount due from subsidiaries (non-trade)	-	-	23,937	23,761
Long term deposit	-	1,150	-	-
Long term receivables	5,629	5,167	-	-
Other receivables (current):				
Term loan deposit	1,176	-	-	-
Total trade and other receivables (current and non-current)	7,330	6,749	24,331	23,853

The non-trade amount due from subsidiaries are unsecured, interest-free and repayable on demand.

Other receivables mainly relate to Government grant receivable.

Term loan deposits are pledged to the bank for the term loan facility.

Long term receivables relate to shareholder loans to two companies in which the Group has a 15% interest and 5% interest.

11. Loans and borrowings

	Maturity	Group		Company	
		2021	2020	2021	2020
		\$'000	\$'000	\$'000	\$'000
Current					
Term loan:					
KRW loan at financial debenture (FD) (AAA)* +1.85% p.a.	2022	21,132	-	-	-
Bank loans:					
2.75% p.a fixed rate SGD bank loan	2026	42	-	42	-
2.75% p.a fixed rate SGD bank loan	2021	-	1,700	-	1,700
		21,174	1,700	42	1,700
Non-current					
Term loan:					
KRW loan at financial debenture (FD) (AAA)* +1.85% p.a.	2022	-	20,628	-	-
Bank loans:					
2.75% p.a fixed rate SGD bank loan	2026	1,958	-	1,958	-
Total loans and borrowings		23,132	22,328	2,000	1,700

* FD (AAA) is the average rate of such FD (AAA) published by Korea Financial Investment Association for 10 consecutive Banking days immediately preceding the loan drawdown date.

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E. Notes to the condensed interim consolidated financial statements

11. Loans and borrowings (continued)

A reconciliation of liabilities arising from financing activities is as follows:

	2020 \$'000	Net cash flows \$'000	Non-cash changes Foreign exchange movement \$'000	2021 \$'000
Loans and borrowings	22,328	300	504	23,132

	2019 \$'000	Net cash flows \$'000	Non-cash changes Foreign exchange movement \$'000	2020 \$'000
Loans and borrowings	23,389	(975)	(86)	22,328

12. Trade and other payables

	Group		Company	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Trade payables	48	44	-	-
Accrued operating expenses	468	983	139	553
Amounts due to subsidiaries (non-trade)	-	-	27	240
Deposit received	-	4	-	-
Interest payables	93	93	-	2
Other payables	140	90	49	24
	749	1,214	215	819

The non-trade amounts due to subsidiaries are unsecured, interest-free and repayable on demand.

13. Share capital

	<u>2021 and 2020</u>	
	No. of shares	\$'000
Company At 1 August and 31 July	219,904,444	32,992

All shares (excluding treasury shares) rank equally with regards to the Company's residual assets. All issued shares are fully paid, with no par value.

The holders of ordinary shares (excluding treasury shares) are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at meetings of the Company.

There was no movement in the issued and paid-up capital of the Company since 31 July 2020.

There were no outstanding convertibles as at 31 July 2021 (31 July 2020: Nil).

As at 31 July 2021, the Company held 829,600 treasury shares (31 July 2020: 829,600). There was no sale, transfer, disposal, cancellation and use of treasury shares during the twelve months ended 31 July 2021.

Datapulse Technology Limited

E. Notes to the condensed interim consolidated financial statements

13. Share capital (continued)

Use of proceeds raised from private placement

The net placement proceeds from the issuance of shares to Lian Beng Group Ltd in FY2015 of \$7.3 million are intended to be used for property related businesses, of which \$4.9 million was utilized for capital expenditure incurred for TLMC.

14. Net Asset Value

	Group		Company	
	2021	2020	2021	2020
Net Asset Value per ordinary share (cents)	29.95	32.09	29.75	32.25

Datapulse Technology Limited

E. Notes to the condensed interim consolidated financial statements

15. Reportable segments

	12 months ended 31.07.2021				
	Investment Holding	Investments	Asset Management	Hotel	Cosolidated
	\$'000	\$'000	\$'000	\$'000	\$'000
Total segment revenue	381	209	201	2,413	3,204
Inter-segment revenue	(381)	-	-	(1,783)	(2,164)
Revenue from external parties	-	209	201	630	1,040
Government grant	374	-	-	111	485
Interest income	-	116	-	9	125
Miscellaneous income	76	-	-	(2)	74
Total other income	450	116	-	118	684
Total revenue and other income	450	325	201	748	1,724
Depreciation	(201)	-	-	(1,050)	(1,251)
Finance costs	(6)	(11)	-	(875)	(892)
Reportable segment (loss)/profit before tax	(1,103)	308	92	(2,849)	(3,552)
Taxation	(112)	-	-	(1)	(113)
Reportable segment for the year	(1,215)	308	92	(2,850)	(3,665)
Expenditures for segment non - current assets					
- Additions to PPE	-	-	-	1,901	1,901
Segment assets	36,887	4,173	82	49,006	90,148
Deferred income tax assets	-	-	-	-	-
Total assets per statement of financial position					90,148
Segment liabilities	2,036	-	10	21,895	23,941
Current income tax liabilities	597	-	-	-	597
Total liabilities per statement of financial position					24,538

Datapulse Technology Limited

E. Notes to the condensed interim consolidated financial statements

15. Reportable segments (continued)

	6 months ended 31.07.2020				
	Investment Holding \$'000	Investments \$'000	Asset Management \$'000	Hotel \$'000	Cosolidated \$'000
Total segment revenue	378	33	98	1,082	1,591
Inter-segment revenue	(378)	-	-	(869)	(1,247)
Revenue from external parties	-	33	98	213	344
Government grant	-	-	-	-	-
Interest income	8	194	-	17	219
Miscellaneous income	4	-	-	54	58
Total other income	12	194	-	71	277
Total revenue and other income	12	325	98	284	719
Depreciation	(108)	-	-	(418)	(526)
Finance costs	(3)	(27)	-	(437)	(467)
Reportable segment loss before tax	(1,463)	(381)	150	(3,684)	(5,378)
Taxation	394	-	-	-	394
Reportable segment for the period	(1,069)	(381)	150	(3,684)	(4,984)
Expenditures fo segment non - current assets					
- Additions to PPE	7	3,241	-	-	3,248
Segment assets	42,607	4,805	130	47,241	94,783
Deferred income tax assets	348	-	-	-	348
Total assets per statement of financial position					95,131
Segment liabilities	753	1,700	80	21,320	23,853
Current income tax liabilities	985	-	-	-	985
Total liabilities per statement of financial position					24,838

Datapulse Technology Limited

E. Notes to the condensed interim consolidated financial statements

15. Reportable segments (continued)

	6 months ended 31.07.2021				
	Investment Holding	Investments	Asset Management	Hotel	Cosolidated
	\$'000	\$'000	\$'000	\$'000	\$'000
Total segment revenue	179	68	100	1,428	1,775
Inter-segment revenue	(179)	-	-	(892)	(1,071)
Revenue from external parties	-	68	100	536	704
Government grant	333	-	-	21	354
Interest income	-	62	-	4	66
Miscellaneous income	56	-	-	-	56
Total other income	389	62	-	25	476
Total revenue and other income	389	130	100	561	1,180
Depreciation	(93)	-	-	(572)	(665)
Finance costs	(3)	(6)	-	(437)	(446)
Reportable segment loss before tax	80	(68)	(52)	(1,382)	(1,422)
Taxation	(112)	-	10	-	(102)
Reportable segment for the period	(32)	(68)	(42)	(1,382)	(1,524)
Expenditures fo segment non - current assets					
- Additions to PPE	-	-	-	112	112
Segment assets	36,887	4,173	82	49,006	90,148
Deferred income tax assets	-	-	-	-	-
Total assets per statement of financial position					90,148
Segment liabilities	2,036	-	10	21,895	23,941
Current income tax liabilities	597	-	-	-	597
Total liabilities per statement of financial position					24,538

Datapulse Technology Limited

E. Notes to the condensed interim consolidated financial statements

15. Reportable segments (continued)

	6 months ended 31.07.2020				
	Investment Holding	Investments	Asset Management	Hotel	Cosolidated
	\$'000	\$'000	\$'000	\$'000	\$'000
Total segment revenue	378	33	98	1,082	1,591
Inter-segment revenue	(378)	-	-	(869)	(1,247)
Revenue from external parties	-	33	98	213	344
Government grant	-	-	-	-	-
Interest income	8	194	-	17	219
Miscellaneous income	4	-	-	54	58
Total other income	12	194	-	71	277
Total revenue and other income	12	325	98	284	719
Depreciation	(108)	-	-	(418)	(526)
Finance costs	(3)	(27)	-	(437)	(467)
Reportable segment loss before tax	(1,463)	(381)	150	(3,684)	(5,378)
Taxation	394	-	-	-	394
Reportable segment for the period	(1,069)	(381)	150	(3,684)	(4,984)
Expenditures fo segment non - current assets					
- Additions to PPE	7	3,241	-	-	3,248
Segment assets	42,607	4,805	130	47,241	94,783
Deferred income tax assets	348	-	-	-	348
Total assets per statement of financial position					95,131
Segment liabilities	753	1,700	80	21,320	23,853
Current income tax liabilities	985	-	-	-	985
Total liabilities per statement of financial position					24,838

Geographical information

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers and segment assets are based on the geographical location of assets.

Datapulse Technology Limited

E. Notes to the condensed interim consolidated financial statements

15. Reportable segments (continued)

	2021 \$'000	2020 \$'000
Revenue		
Singapore	409	849
Korea	631	1,865
	<u>1,040</u>	<u>2,714</u>
Non-current assets		
Singapore	8,823	10,563
Korea	46,042	45,332
	<u>54,865</u>	<u>55,895</u>

16. Fair value of assets and liabilities

(a) Fair value hierarchy

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 Group 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.

Fair value measurements that use inputs of different hierarchy levels are categorised in its entirety at the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

(b) Assets measured at fair value

The following table shows an analysis of each class of assets measured at fair value at the end of the financial year:

	Group and Company			
	2021			
	Quoted prices in active markets for identical assets (Level 1) \$'000	Significant observable inputs other than quoted prices (Level 2) \$'000	Significant unobservable inputs (Level 3) \$'000	Total \$'000
Assets measured at fair value				
Financial assets				
<u>Investment securities at FVPL (Note 9)</u>				
Quoted equity securities	681	-	-	681
Quoted debt securities	3,492	-	-	3,492
Total quoted securities	<u>4,173</u>	<u>-</u>	<u>-</u>	<u>4,173</u>
<u>Investment securities at FVOCI (Note 9)</u>				
Unquoted equity securities	-	-	3,097	3,097
Financial assets as at 31 July 2021	<u>4,173</u>	<u>-</u>	<u>3,097</u>	<u>7,270</u>

Datapulse Technology Limited

E. Notes to the condensed interim consolidated financial statements

16. Fair value of assets and liabilities (continued)

(b) Assets measured at fair value (continued)

	Group and Company			Total \$'000
	2020			
	Quoted prices in active markets for identical assets (Level 1) \$'000	Significant observable inputs other than quoted prices (Level 2) \$'000	Significant unobservable inputs (Level 3) \$'000	
Assets measured at fair value				
Financial assets				
<u>Investment securities at FVPL (Note 9)</u>				
Quoted equity securities	1,406	-	-	1,406
Quoted debt securities	3,399	-	-	3,399
Total quoted securities	4,805	-	-	4,805
<u>Investment securities at FVOCI (Note 9)</u>				
Unquoted equity securities	-	-	4,695	4,695
Financial assets as at 31 July 2020	4,805	-	4,695	9,500

17. Comparative numbers

Certain comparative numbers have been reclassified to the prior year's financial statements to enhance comparability with the current year's financial statements.

Condensed interim statements of financial position

	Company	
	As previously reported 31.07.2020 \$'000	As reclassified 31.07.2020 \$'000
Non-current assets		
Amount due from subsidiaries (non-trade)	-	23,761
Current assets		
Trade and other receivables	23,853	92

Datapulse Technology Limited

F. Other Information required by Listing Rule Appendix 7.2

1 Audit

The condensed consolidated statement of financial position of Datapulse Technology Limited and its subsidiaries as at 31 July 2021 and the related consolidated profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the twelve-month period then ended and certain explanatory notes have not been audited or reviewed.

2 Review of performance of the Group

Financial performance for full year ended 31 July 2021 ("FY2021")

The Group's revenue for FY2021 of S\$1.0 million was mainly contributed by hotel operations of Travelodge Myeongdong City Hall ("TLMC") amounting to \$0.6 million, asset management fees of \$0.2 million and investment income of \$0.2 million. Hotel operations revenue decreased from \$1.9 million in year ended 31 July 2020 ("FY2020") to \$0.6 million in FY2021 as the COVID 19 cases in Seoul remain high with minimal inbound tourism for the year. The hotel will continue to focus on offering long term stays to its guests until market conditions improve. Asset management fees decreased from \$0.5 million in FY2020 to \$0.2 million in FY2021 due to the apportionment of income earned for FY2020 and FY2021.

Other income for the Group amounted to \$0.7 million for FY2021, same as the amount in FY2020.

Staff costs decreased from \$1.9 million in FY2020 to \$1.3 million in FY2021 due to the reduction in head counts and management pay cuts.

Depreciation for FY2021 mainly relates to the depreciation charge on the freehold building and renovation for TLMC.

The finance costs for FY2021 were mainly attributable to the term loan facility obtained for the acquisition of TLMC.

Hotel operating costs decreased from \$1.3 million in FY2020 to \$0.3 million in FY2021 as the hotel was temporarily closed since May 2020 and focused on the long term stay business which incurs significantly lower operating costs.

Other operating expenses decreased from \$2.1 million in FY2020 to \$1.5 million in FY2021 mainly due to cost savings from professional fees incurred by the Group as there were no new hotel acquisitions in the year and operations has scaled down significantly.

Tax expense for FY2021 mainly relates to the recognition of tax liabilities for certain subsidiaries in the Group.

As a result of the above, the Group registered a loss of \$3.7 million in FY2021 as compared to a loss of \$5.8 million in FY2020.

Review of Financial Position

The increase in property, plant and equipment as at 31 July 2021 was due to foreign exchange movement and renovation additions for TLMC of approximately \$2.9 million, which was partially offset by depreciation charge of \$1.0 million.

Right-of-use assets of \$0.1 million as at 31 July 2021 mainly relates to the Group's office lease.

Investment securities of \$3.1 million as at 31 July 2021 relate to a 15% minority interest in a hotel in Seoul and a 5% minority interest in a hotel in Singapore.

Term loan deposit of \$1.2 million as at 31 July 2021 mainly relates to deposit pledged to the bank for the term loan facility.

Long term receivables of \$5.6 million as at 31 July 2021 mainly relate to loans to investee companies in which the Group has minority interests in.

During the year, the Group has written off deferred tax assets of \$0.3 million in relation to prior year unutilised tax losses.

Datapulse Technology Limited

F. Other Information required by Listing Rule Appendix 7.2

Review of Financial Position (continued)

The trade and other receivables of \$0.5 million as at 31 July 2021 mainly consists of Government grant receivable, refundable GST/VAT and trade-related deposits & prepayments.

Investment securities of \$4.2 million as at 31 July 2021 relates to quoted investments that are held for trading and carried at fair value through profit or loss.

Non-current borrowings relate to a term loan facility secured by the Group amounting to S\$2 million.

Lease liabilities (current & non-current) of \$0.1 million relates to the accounting for the right-of-use assets of the Group.

Trade and other payables decreased from \$1.2 million as at 31 July 2020 to \$0.7 million as at 31 July 2021 due to the payment of accrued expenses during the period.

Current borrowings relate to the term loan obtained for the acquisition of TLMC. This amount was reclassified from non-current to current as the repayment period is within one year.

The decrease in current tax payable as at 31 July 2021 was due to the write-back of tax expense that was overprovided for in prior years.

Review of Cash Flow

Net cash used in operating activities of \$2.0 million was mainly due to the operating losses in FY2021. Proceeds from the sale of short-term investments of \$0.7 million was offset by changes in working capital and tax paid during the year.

Net cash used in investing activities of \$1.8 million for FY2021 was mainly due to additions to property, plant and equipment of \$1.9 million, which was partly offset by interest received of \$0.1 million.

Net cash used in financing activities of \$0.8 million for FY2021 was mainly due to (i) repayment of short-term borrowings of \$1.7 million; (ii) interest payments of \$0.9 million; (iii) payment of lease obligations of \$0.2 million during the period, and (iv) obtaining a loan facility of \$2 million for working capital purposes.

As a result of the above, the Group's cash and bank balances decreased from \$33.9 million as at 31 July 2020 to \$29.3 million as at 31 July 2021.

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

Not applicable.

4 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.

The Group's hotel operations in Seoul, South Korea continue to be affected by the high number of COVID-19 cases reported in the country due to the fourth wave of outbreaks since July 2021. The government has raised the social distancing level in the greater Seoul area to 4, the highest in the country's four-tier system. Group gatherings are limited to 6 persons (if all are fully vaccinated) and to 4 persons (if any not fully vaccinated) up to 2200 hours. Most businesses in greater Seoul are required to operate at reduced capacities. For booking at hotels, the authorities have set a limit of two-thirds of the capacity.

International travel will likely not resume to pre-COVID-19 levels for the rest of 2021 due to the travel restrictions being imposed around the world. Return to normalcy of international travel will be dependent on the level of vaccinations and the easing of travel restrictions. South Korea is accelerating its vaccination program and it aims to fully vaccinate 70% of its people by October 2021. Till the return of international travelers to Seoul, the Group will continue to focus its efforts on long stay guests to reduce loss in the next reporting period, but this is limited by the two-thirds rule set by the authority as explained in the previous paragraph.

The Group will also continue to monitor and manage its costs closely, by closing of rooms and facilities, shortened work hours or reduced headcounts, and tapping on government subsidies related to payroll and business operations, to mitigate the impact of COVID-19.

Datapulse Technology Limited

F. Other Information required by Listing Rule Appendix 7.2

5 Dividend

5a Current Financial Period Reported On

Any dividend declared or recommended for the current financial period reported on?
None

5b Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared or recommended for the corresponding period of the immediately preceding financial year?
None.

5c If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.

No dividend has been declared or recommended in view of the fact that the Company is in a loss making position for the current financial year.

5d A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

No dividend has been declared or recommended in latest full year and its previous full year.

6 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 details of interested person transactions for year ended 31 July 2021 are set out below.

Name of Interested Person	Nature of relationship	Aggregate value of all interested person transactions for year ended 31 July 2021 (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) \$'000	Aggregate value of all hospitality-related transactions for year ended 31 July 2021 which are conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000) * \$'000
ICP Ltd. and its subsidiaries - Provision of hotel management, technical, project management and other services to a subsidiary of the Company	Mr Aw Cheok Huat, who is a Non-Independent Non-Executive Director of the Company, is the controlling shareholder of ICP Ltd.	Nil	226

* Shareholders' mandate was renewed and approved at the Annual General Meeting held on 27 November 2020.

Datapulse Technology Limited

F. Other Information required by Listing Rule Appendix 7.2

7 Negative confirmation pursuant to Rule 705(5). (Not required for announcement on full year results)

Not applicable

8 Confirmation pursuant to Rule 720(1).

We confirm that the Company has procured undertakings to comply with the Listing Manual of the Singapore Exchange Securities Trading Limited from all its directors and executive officers.

9 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(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Pursuant to Rule 704(13) of the Listing Rules, Datapulse Technology Limited confirms that there were no persons occupying managerial position in the Company or any of its subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the Company.

10 Disclosures on Incorporation, Acquisition and Realisation of Shares 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 any 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.

BY ORDER OF THE BOARD

Lee Kam Seng
Executive Director
24 September 2021