



DATAPULSE
TECHNOLOGY

Datapulse Technology Limited

(Company Registration No. 198002677D)

Condensed Interim Financial Statements
For the six months ended 31 January 2022

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

<u>Consolidated Statement of Profit or Loss</u>	Note	6 months ended		Change %
		<u>31.01.2022</u> \$'000 (unaudited)	<u>31.01.2021</u> \$'000 (unaudited)	
Revenue	3	744	336	NM
Other income	4	114	208	(45.2)
		<u>858</u>	<u>544</u>	57.7
Fair value loss on short-term investments		(68)	(32)	NM
Staff costs		(747)	(698)	7.0
Depreciation		(545)	(586)	(7.0)
Finance costs		(455)	(446)	NM
Hotel operating costs		(166)	(108)	53.7
Other operating expenses		<u>(1,046)</u>	<u>(804)</u>	30.1
Loss before taxation	5	(2,169)	(2,130)	1.8
Taxation	6	<u>(3)</u>	<u>(11)</u>	NM
Loss for the period attributable to owners of the Company		<u>(2,172)</u>	<u>(2,141)</u>	1.4
Loss per share attributable to owners of the Company				
Basic and diluted loss per share (cents) ⁽¹⁾		<u>(0.99)</u>	<u>(0.98)</u>	
<u>Consolidated Statement of Comprehensive income</u>				
Loss for the period		(2,172)	(2,141)	1.4
<u>Other comprehensive income</u>				
Items that may be reclassified subsequently to profit or loss, net of tax:				
Foreign currency translation differences relating to financial statements of a foreign subsidiary		<u>(1,344)</u>	888	NM
Other comprehensive income for the period		<u>(1,344)</u>	888	NM
Total comprehensive income for the period and attributable to owners of the Company		<u>(3,516)</u>	<u>(1,253)</u>	NM

(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	
		31.01.2022 \$'000 (unaudited)	31.07.2021 \$'000 (unaudited)	31.01.2022 \$'000 (unaudited)	31.07.2021 \$'000 (unaudited)
ASSETS					
Non-current assets					
Property, plant and equipment	7	43,390	46,080	25	37
Right-of-use assets	8	7	59	7	59
Investment securities	9	3,098	3,098	-	-
Long term receivables	10	5,847	5,629	-	-
Subsidiaries		-	-	36,404	35,795
		52,342	54,866	36,436	35,891
Current assets					
Trade and other receivables	10	1,462	1,700	72	395
Prepayment		130	63	44	48
Investment securities	9	4,105	4,173	4,105	4,173
Cash and bank balances		27,519	29,346	26,438	27,500
		33,216	35,282	30,659	32,116
TOTAL ASSETS		85,558	90,148	67,095	68,007
LIABILITIES AND EQUITY					
Non-current liabilities					
Loans and borrowings	11	1,708	1,958	1,708	1,958
Lease liabilities	8	5	6	5	6
		1,713	1,964	1,713	1,964
Current liabilities					
Trade and other payables	12	695	749	199	215
Current tax payable		572	597	520	560
Loans and borrowings	11	20,481	21,174	292	42
Lease liabilities	8	3	54	3	54
		21,751	22,574	1,014	871
Total liabilities		23,464	24,538	2,727	2,835
Net assets		62,094	65,610	64,368	65,172
Equity attributable to owners of the Company					
Share capital	13	32,992	32,992	32,992	32,992
Reserves		29,102	32,618	31,376	32,180
Total equity		62,094	65,610	64,368	65,172
TOTAL LIABILITIES AND EQUITY		85,558	90,148	67,095	68,007

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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	Foreign currency translation reserve \$'000	Retained earnings \$'000	Total equity \$'000
At 1 August 2021	32,992	(187)	(2,157)	(844)	35,806	65,610
Loss for the period	-	-	-	-	(2,172)	(2,172)
<u>Other comprehensive income</u>						
Foreign currency translation differences relating to financial statements of foreign subsidiaries	-	-	-	(1,344)	-	(1,344)
Total other comprehensive income	-	-	-	(1,344)	-	(1,344)
Total comprehensive income for the period	-	-	-	(1,344)	(2,172)	(3,516)
At 31 January 2022	32,992	(187)	(2,157)	(2,188)	33,634	62,094
	Share capital \$'000	Treasury shares \$'000	Fair value adjustment reserve \$'000	Foreign currency translation 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 period	-	-	-	-	(2,141)	(2,141)
<u>Other comprehensive income</u>						
Foreign currency translation differences relating to financial statements of foreign subsidiaries	-	-	-	888	-	888
Total other comprehensive income	-	-	-	888	-	888
Total comprehensive income for the period	-	-	-	888	(2,141)	(1,253)
At 31 January 2021	32,992	(187)	(560)	(535)	37,330	69,040

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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 2021	32,992	(187)	32,367	65,172
Loss for the period, representing total comprehensive income for the period	-	-	(804)	(804)
At 31 January 2022	32,992	(187)	31,563	64,368

	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 period, representing total comprehensive income for the period	-	-	(471)	(471)
At 31 January 2021	32,992	(187)	37,380	70,185

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D. Condensed interim consolidated statement of cash flows

	<u>Note</u>	The Group	
		6 months ended	
		31.01.2022	31.01.2021
		\$'000	\$'000
		(unaudited)	(unaudited)
<u>Operating activities</u>			
Loss before tax		(2,169)	(2,130)
Adjustments for:			
Depreciation of property, plant and equipment and right-of-use assets		545	586
Finance costs		455	446
Loss on sale of plant and equipment		8	-
Net - fair value loss on short-term investments		68	32
Interest income	4	(63)	(59)
		(1,156)	(1,125)
Changes in working capital:			
Trade and other receivables		190	(206)
Prepayment		(67)	(42)
Investment securities		-	252
Trade and other payables		(84)	(148)
Cash used in operations		(1,117)	(1,269)
Tax paid		(28)	-
Net cash used in operating activities		(1,145)	(1,269)
<u>Investing activities</u>			
Loan to related parties		(218)	(246)
Interest received		63	59
Purchase of property, plant and equipment	7	(11)	(1,789)
Net cash used in investing activities		(166)	(1,976)
<u>Financing activities</u>			
Repayment of borrowing		-	(1,700)
Interest paid		(425)	(446)
Repayment of lease liabilities		(53)	(97)
Net cash used in financing activities		(478)	(2,243)
Net decrease in cash and cash equivalents		(1,789)	(5,488)
Cash and cash equivalents at beginning of period		29,346	33,886
Effect of exchange rate changes on balances held in foreign currency		(38)	-
Cash and cash equivalents at end of period		27,519	28,398

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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 168 Robinson Road, Level 20, Capital Tower, Singapore 068912.

These condensed interim financial statements as at and for the six months ended 31 January 2022 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 months ended 31 January 2022 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 2021.

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 ("\$") and all values in the tables are rounded to the nearest thousand ("'\$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 2021, except for the adoption of the new standards and amendments which became effective for financial period beginning on or after 1 August 2021. The adoption of these amendments to standards and interpretations do not have a significant impact on the Financial Statements.

A number of new standards, amendments to standards and interpretations that have been issued as of the balance sheet date but are not yet effective for the year ending 31 July 2022 have not been applied in preparing the Financial Statements. The adoption of these new standards, amendments to standards and interpretations are not expected to have a significant impact on the Group's financial statements.

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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

		6 months ended	
		<u>31.01.2022</u>	<u>31.01.2021</u>
		\$'000	\$'000
Revenue from contracts with customers (see below)	(a)	670	195
Dividend income from equity investments at FVPL		65	69
Gain on disposal in investments		-	63
Interest income on bond investments at FVPL		9	9
		<u>744</u>	<u>336</u>

(a) Disaggregation of revenue:

Segments	6 months ended					
	<u>Hotel</u>		<u>Asset management</u>		<u>Total Revenue</u>	
	<u>31.01.2022</u>	<u>31.01.2021</u>	<u>31.01.2022</u>	<u>31.01.2021</u>	<u>31.01.2022</u>	<u>31.01.2021</u>
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Primary geographical markets						
Singapore	-	-	100	100	100	100
Korea	570	95	-	-	570	95
Total revenue from contracts with customers	<u>570</u>	<u>95</u>	<u>100</u>	<u>100</u>	<u>670</u>	<u>195</u>

	6 months ended	
	<u>31.01.2022</u>	<u>31.01.2021</u>
	\$'000	\$'000
Major revenue streams		
Hotel operations revenue		
- Room	527	75
- Food and beverage	6	3
- Others	37	17
Asset management fees	100	100
Total revenue from contracts with customers	<u>670</u>	<u>195</u>

4. Other income

	6 months ended	
	<u>31.01.2022</u>	<u>31.01.2021</u>
	\$'000	\$'000
Interest income from banks	43	46
Government grants	52	131
Other income	19	31
	<u>114</u>	<u>208</u>

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E. Notes to the condensed interim consolidated financial statements

5. Loss before tax

Loss before tax for the period has been arrived at after charging the following items:

	6 months ended	
	31.01.2022	31.01.2021
	\$'000	\$'000
Audit fees	42	151
Annual report and annual general meeting expenses	15	16
Professional fees	347	217
Contributions to defined contribution plans, included in staff costs	38	48
Management fee expenses	81	84
Directors' fees (included in staff costs)	98	104
Exchange loss - net	21	9

6. Taxation

	6 months ended	
	31.01.2022	31.01.2021
	\$'000	\$'000
Over provision in respect of prior financial periods	14	-
Provision for current financial period	(17)	(11)
Income tax expense recognised in the profit or loss	(3)	(11)

7. Property, plant and equipment

During the six months ended 31 January 2022, the Group acquired assets amounting to \$11,000 (31 January 2021: \$1,789,000) and disposals/write-offs of assets amounting to \$87,000 (31 January 2021: nil).

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E. Notes to the condensed interim consolidated financial statements

8. Leases

Group as a lessee

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 period/year:

	Office space \$'000	Office equipment \$'000	Motor vehicles \$'000	Total \$'000
At 1 August 2021	51	8	-	59
Depreciation expense	(51)	(1)	-	(52)
At 31 January 2022	<u>-</u>	<u>7</u>	<u>-</u>	<u>7</u>

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

(b) Lease liabilities

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

	2022 \$'000	2021 \$'000
At 1 August	60	311
Remeasurement adjustment	-	(58)
Accretion of interest	1	7
Payments	(53)	(200)
At 31 Jan 2022 / 31 July 2021	<u>8</u>	<u>60</u>
Less: Current	<u>3</u>	<u>54</u>
Non-current	<u>5</u>	<u>6</u>

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E. Notes to the condensed interim consolidated financial statements

8. Leases (continued)

(c) Amounts recognised in profit or loss during the period/year:

The following are the amounts recognised in profit or loss:

	2022 \$'000	2021 \$'000
Depreciation expense of right-of-use assets	52	190
Interest expense on lease liabilities	1	7
Expenses relating to leases of low-value assets	29	8
Total amount recognised in profit or loss	<u>82</u>	<u>205</u>

(d) Total cash outflow

The Group had total cash outflows for leases of \$82,000 during the financial period ended 31 January 2022 (Financial year ended 31 July 2021: \$208,000).

9. Investment in securities

	<u>Group and Company</u>	
	2022 \$'000	2021 \$'000
At fair value through profit or loss (FVPL)		
- Equity securities (quoted)	<u>4,105</u>	<u>4,173</u>

	<u>Group</u>	
	2022 \$'000	2021 \$'000
At fair value through other comprehensive income (FVOCI)		
- Equity securities (unquoted)	<u>3,098</u>	<u>3,098</u>

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 period is as follows:

	<u>Group</u>	
	2022 \$'000	2021 \$'000
At fair value through other comprehensive income (FVOCI)		
- Equity securities (unquoted)		
Korea Investment Private Placement Business Hotel REIT No. AI861	3,064	3,064
Pinetree Hotel Management LLC	18	18
Pam Holdings II (BVI) Ltd	16	18
	<u>3,098</u>	<u>3,098</u>

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	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Trade and other receivables (current):				
Trade receivables	108	-	-	-
Deposits	1,165	1,250	41	72
Interest receivables	83	63	16	15
GST/VAT receivables	55	57	15	6
Other receivables	51	330	-	302
Financial assets carried at amortised cost (current)	1,462	1,700	72	395
Other receivables (non-current):				
Long term receivables	5,847	5,629	-	-
Total trade and other receivables (current and non-current)	7,309	7,329	72	395

The trade receivables are unsecured, interest-free and has a credit term of 30 days (1HFY2021: 30 days).

Term loan deposits of \$1,122,000 (31 July 2021: \$1,176,000) is 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. The long-term receivables are interest free, except for the amount of \$1,042,500 (31 July 2021: \$949,500) which bears an interest of 3.85% per annum.

11. Loans and borrowings

	Maturity	Group		Company	
		2022	2021	2022	2021
		\$'000	\$'000	\$'000	\$'000
Current					
Term loan:					
KRW loan at financial debenture (FD) (AAA)* +1.85% p.a.	2022	20,189	21,132	-	-
Bank loan:					
2.75% p.a fixed rate SGD bank loan	2026	292	42	292	42
		20,481	21,174	292	42
Non-current					
Bank loan:					
2.75% p.a fixed rate SGD bank loan	2026	1,708	1,958	1,708	1,958
Total loans and borrowings		22,189	23,132	2,000	2,000

* 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:

	<u>Non-cash movements</u>				31-Jan-22 \$'000
	1-Aug-21 \$'000	Financing cash outflows \$'000	Interest expenses \$'000	Foreign exchange movement \$'000	
	Loans and borrowings	23,132	(425)	455	

	<u>Non-cash movements</u>				31-Jul-21 \$'000
	1-Aug-20 \$'000	Financing cash outflows \$'000	Interest expenses \$'000	Foreign exchange movement \$'000	
	Loans and borrowings	22,328	(581)	881	

12. Trade and other payables

	<u>Group</u>		<u>Company</u>	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Trade payables	25	48	-	-
Accrued operating expenses	324	468	96	139
Amounts due to subsidiaries (non-trade)	-	-	27	27
Interest payables	91	93	-	-
Other payables	255	140	76	49
	695	749	199	215

The trade payables are unsecured, interest-free and has a credit term of 30 days (1HFY2021: 30 days).

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

13. Share capital

	<u>2022 and 2021</u>	
	No. of shares	\$'000
Company		
At beginning and end of financial period	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 2021.

There were no outstanding convertibles as at 31 January 2022 (31 July 2021: Nil).

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E. Notes to the condensed interim consolidated financial statements

13. Share capital (continued)

As at 31 January 2022, the Company held 829,600 treasury shares (31 July 2021: 829,600). There was no sale, transfer, disposal, cancellation and use of treasury shares during the six months ended 31 January 2022.

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 had been utilised for capital expenditure incurred for TLMC as at 31 January 2022 (31 July 2021: \$4.9 million).

14. Net Asset Value

	Group		Company	
	2022	2021	2022	2021
	\$	\$	\$	\$
Net Asset Value per ordinary share (cents)	28.34	29.95	29.38	29.75

The calculation of net asset value per ordinary share is based on the 219,074,844 total number of issued shares excluding treasury shares as at 31 January 2022 (31 July 2021: 219,074,844 ordinary shares).

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E. Notes to the condensed interim consolidated financial statements

15. Reportable segments

	6 months ended 31.01.2022				
	Investment holding \$'000	Investments trading \$'000	Asset management \$'000	Hotel \$'000	Cosolidated \$'000
Total segment revenue	185	74	100	1,429	1,788
Inter-segment revenue	(185)	-	-	(859)	(1,044)
Revenue from external parties	-	74	100	570	744
Government grant	37	-	-	15	52
Interest income	-	41	-	2	43
Miscellaneous income	19	-	-	-	19
Total other income	56	41	-	17	114
Total revenue and other income	56	115	100	587	858
Depreciation	(57)	-	-	(488)	(545)
Finance costs	(29)	-	-	(426)	(455)
Reportable segment (loss)/profit before tax	(794)	115	46	(1,536)	(2,169)
Taxation	(17)	-	14	-	(3)
Reportable segment for the period	(811)	115	60	(1,536)	(2,172)
Expenditures for segment non - current assets					
- Additions to PPE	-	-	-	11	11
Segment assets	35,756	4,105	154	45,543	85,558
Total assets per statement of financial position					85,558
Segment liabilities	2,211	-	4	20,677	22,892
Current income tax liabilities	572	-	-	-	572
Total liabilities per statement of financial position					23,464

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E. Notes to the condensed interim consolidated financial statements

15. Reportable segments (continued)

	6 months ended 31.01.2021				
	Investment holding \$'000	Investments trading \$'000	Asset management \$'000	Hotel \$'000	Cosolidated \$'000
Total segment revenue	202	141	100	987	1,430
Inter-segment revenue	(202)	-	-	(892)	(1,094)
Revenue from external parties	-	141	100	95	336
Government grant	41	-	-	90	131
Interest income	-	41	-	5	46
Miscellaneous income	31	-	-	-	31
Total other income	72	41	-	95	208
Total revenue and other income	72	182	100	190	544
Depreciation	(108)	-	-	(478)	(586)
Finance costs	(8)	-	-	(438)	(446)
Reportable segment loss before tax	(876)	178	35	(1,467)	(2,130)
Taxation	-	-	(10)	(1)	(11)
Reportable segment for the period	(876)	178	25	(1,468)	(2,141)
Expenditures for segment non - current assets					
- Additions to PPE	-	-	-	1,789	1,789
Segment assets	35,726	4,521	141	51,618	92,006
Deferred income tax assets	348	-	-	-	348
Total assets per statement of financial position					92,354
Segment liabilities	561	-	22	21,735	22,318
Current income tax liabilities	989	-	7	-	996
Total liabilities per statement of financial position					23,314

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E. Notes to the condensed interim consolidated financial statements

15. Reportable segments (continued)

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.

	2022	2021
	\$'000	\$'000
Revenue		
Singapore	175	241
Korea	569	95
	<u>744</u>	<u>336</u>
Non-current assets		
Singapore	8,977	8,824
Korea	43,365	46,042
	<u>52,342</u>	<u>54,866</u>

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 period:

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
	1H FY2022			
	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	\$'000
Assets measured at fair value				
Financial assets				
<u>Investment securities at FVPL (Note 9)</u>				
Quoted equity securities	729	-	-	729
Quoted debt securities	3,376	-	-	3,376
Total quoted securities	4,105	-	-	4,105
<u>Investment securities at FVOCI (Note 9)</u>				
Unquoted equity securities	-	-	3,098	3,098
Financial assets as at 31 January 2022	4,105	-	3,098	7,203

	Group and Company			Total
	1H FY2021			
	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	\$'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	4,173	-	-	4,173
<u>Investment securities at FVOCI (Note 9)</u>				
Unquoted equity securities	-	-	3,098	3,098
Financial assets as at 31 July 2021	4,173	-	3,098	7,271

17. Subsequent events

There are no known subsequent events which have led to adjustments to this set of condensed interim financial statements.

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 January 2022 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 six-month period ended and certain explanatory notes have not been audited or reviewed.

2 Review of performance of the Group

Financial performance for six months ended 31 January 2022 (“1HFY2022”)

The Group's revenue for 1HFY2022 of \$0.7 million was mainly contributed by the hotel operations of Travelodge Myeongdong City-Hall (“TLMC”) amounting to \$0.6 million and asset management fees of \$0.1 million. Hotel operations revenue increased from \$0.2 million in period ended 31 January 2021 (“1HFY2021”) to \$0.6 million in 1HFY2022 as TLMC was offering long term stays to its guests for the period and operating as a treatment centre for COVID patients since end of December 2021. Asset management fees revenue remains at \$0.1 million in 1HFY2022 the same as in 1HFY2021.

The decrease in other income for the Group amounted to \$0.1 million for 1HFY2022, (1HFY2021: \$0.2 million) was mainly due to decrease in government grant income and other sundry income.

The increase in hotel operation cost and staff costs in 1HFY2022 were mainly due to TLMC was partially closed in 1HFY2021. The hotel operates the full 6 months in 1HFY2022.

The decrease in depreciation for 1HFY2022 mainly due to the non-renewal of lease for office space and motor vehicle ended in FY2022.

Other operating expenses increased from \$0.8 million in 1HFY2021 to \$1.1 million in 1HFY2022 mainly due to professional fees incurred by the Group.

As a result of the above, the Group registered a loss of \$2.2 million in 1HFY2022 as compared to a loss of \$2.1 million in 1HFY2021.

Review of Financial Position

The decrease in property, plant and equipment as at 31 January 2022 was due to the effect of foreign exchange movement for TLMC of approximately \$2.2 million, which was partially offset by depreciation charge of \$0.5 million.

The increase in long term receivables of \$0.2 million as at 31 January 2022 was due to additional loans to investee companies in which the Group has minority interests in.

The decrease in the current trade and other receivables of \$0.2million as at 31 January 2022 was mainly due to the reduced receipt of the government grant in FY2021.

Trade and other payables remain at \$0.7 million as at 31 January 2022 from 31 July 2021.

The decrease in loans and borrowings was mainly due to the depreciation of the Korean Won against the Singapore Dollar as the term loan facility was denominated in Korean Won.

The decrease in lease liabilities was due to the termination of lease of office space and motor vehicle.

Datapulse Technology Limited

F. Other Information required by Listing Rule Appendix 7.2

Review of Cash Flow

Net cash used in operating activities of \$1.1 million was mainly due to the operating losses in 1HFY2022.

Net cash used in investing activities of \$0.2 million for 1HFY2022 was mainly due to shareholder loans provided to two investee companies in which the Group has a 15% (2021: 15%) interest and 5% (2021: 5%) interest respectively.

Net cash used in financing activities of \$0.5 million for 1HFY2022 was mainly due to (i) interest payments of \$0.4 million; (ii) payment of lease obligations of less than \$0.1 million during the period.

As a result of the above, the Group's cash and bank balances decreased from \$29.3 million as at 31 July 2021 to \$27.5 million as at 31 January 2022.

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 South Korea and Singapore continue to be affected by COVID-19. As the volume of foreign visitor arrivals declined dramatically in 2020 and 2021, many hotels temporarily ceased operations while those that remained open focused on domestic travel and extended stays. Some hotels worked with the government agencies and were converted to quarantine facilities for people suspected of having COVID-19, or treatment centres for COVID-positive asymptomatic patients. TLMC works closely with the Korean government agencies and was converted into a treatment centre for COVID-positive asymptomatic patients.

The omicron variant has thus far turned out to be more infectious than Delta, but less deadly. Many countries that were on the path towards reopening in Q4 2021 temporarily put such plans on hold, but the trend since February 2022 across many parts of Europe and South East Asia has been to progressively ease or completely lift restrictions. The ongoing efforts of inoculation of COVID-19 vaccinations and booster shots, along with anti-viral medication for the treatment of COVID-19, will help nations build confidence in reopening their economies. This in turn would go some way towards supporting the eventual recovery of the hospitality market.

The Group will continue to manage its available funds in a capital-efficient manner. To this end, the term loan secured against the Group's interest in TLMC expires in March 2022, and will be settled using internal resources. Moreover, funds raised from the proposed renounceable non-underwritten rights issue (the "Rights Issue") will help strengthen the Group's financial position.

5 Dividend

5a Current Financial Period Reported On

Any dividend declared or recommended for the current financial period reported on?

None.

Datapulse Technology Limited

F. Other Information required by Listing Rule Appendix 7.2

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 period.

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 period ended 31 January 2022 are set out below.

Name of Interested Person	Nature of relationship	Aggregate value of all interested person transactions for period ended 31 January 2022 (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 period ended 31 January 2022 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 Cheek Huat, who is a Non-Independent Non-Executive Director of the Company, is the controlling shareholder of ICP Ltd.	Nil	95 **

* Shareholders' mandate was renewed and approved at the Annual General Meeting held on 10 November 2021.

** This figure represents the hospitality-related transactions for the half-year ended 31 January 2022 carried out under the general IPT mandate which, while less than \$100,000 for the period in question, have been presented in the table above for information and completeness, and will be aggregated with subsequent transactions for the second half of the financial year.

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

The directors confirm that, to the best of their knowledge, nothing has come to their attention which may render these interim financial statements to be false or misleading in any material aspect.

Datapulse Technology Limited

F. Other Information required by Listing Rule Appendix 7.2

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 Disclosures on Incorporation, Acquisition and Realisation of Shares pursuant to Rule 706A.

During 1HFY2022, 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

Lau Yin Whai
Company Secretary
11 March 2022