
Unaudited Condensed Interim Financial Statements for the Six Months and Full Year Ended 31 December 2021

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A. Condensed Interim Consolidated Statement of Profit or loss and Other Comprehensive Income

| | | GROUP | | | |
|---|------|-------------|-------------|--------------|--------------|
| | | H2 2021 | H2 2020 | FY 2021 | FY 2020 |
| | Note | \$ | \$ | \$ | \$ |
| Revenue | 4 | 23,122,390 | 22,857,190 | 45,378,847 | 43,377,842 |
| Other operating income | | 582,546 | 579,445 | 1,342,943 | 2,674,470 |
| Employee benefits expense | | (6,415,307) | (6,216,908) | (12,018,060) | (11,372,184) |
| Write back for / (Recognition of) loss allowance on trade receivables | | 6,003 | (6,661) | 6,003 | (6,661) |
| Depreciation and amortisation expense | | (2,168,072) | (1,985,808) | (4,289,016) | (4,074,669) |
| Listing expenses | | - | (1,090,441) | - | (1,364,519) |
| Other operating expenses | | (4,974,768) | (4,594,096) | (9,755,744) | (9,145,652) |
| Finance costs | | (66,003) | (103,852) | (150,441) | (201,684) |
| Share of result of joint ventures | | 657,549 | 415,001 | 1,182,705 | 863,536 |
| Profit before tax | 5 | 10,744,338 | 9,853,870 | 21,697,237 | 20,750,479 |
| Income tax expense | 6 | (1,769,240) | (1,453,880) | (3,642,441) | (3,121,374) |
| Profit for the period / year | | 8,975,098 | 8,399,990 | 18,054,796 | 17,629,105 |
| Other comprehensive income: | | | | | |
| <i>Item that may be reclassified subsequently to profit or loss</i> | | | | | |
| Exchange differences on translation of foreign operations | | (56,991) | (260,047) | (260,856) | (44,744) |
| Total comprehensive income for the period / year | | 8,918,107 | 8,139,943 | 17,793,940 | 17,584,361 |
| Profit attributable to: | | | | | |
| Owners of the Company | | 3,916,062 | 3,120,893 | 7,836,982 | 6,836,558 |
| Non-controlling interests | | 5,059,036 | 5,279,097 | 10,217,814 | 10,792,547 |
| | | 8,975,098 | 8,399,990 | 18,054,796 | 17,629,105 |
| Total comprehensive income attributable to: | | | | | |
| Owners of the Company | | 3,859,260 | 2,859,465 | 7,574,902 | 6,793,918 |
| Non-controlling interests | | 5,058,847 | 5,280,478 | 10,219,038 | 10,790,443 |
| | | 8,918,107 | 8,139,943 | 17,793,940 | 17,584,361 |
| Earnings per share: | | | | | |
| Basic and diluted (in cents) | | 1.70 | 1.55 | 3.40 | 3.36 |

B. Condensed Interim Statements of Financial Position

| | Note | GROUP | | COMPANY | |
|--|------|-------------------|-------------------|-------------------|-------------------|
| | | 31 Dec 2021 | 31 Dec 2020 | 31 Dec 2021 | 31 Dec 2020 |
| | | \$ | \$ | \$ | \$ |
| <u>Assets</u> | | | | | |
| Current assets | | | | | |
| Cash and bank balances | | 53,460,426 | 54,682,302 | 27,732,579 | 25,224,491 |
| Trade receivables | | 5,336,191 | 5,535,729 | - | - |
| Other receivables and deposits | | 1,272,866 | 771,510 | 4,634,790 | 4,533,150 |
| Prepayments | | 721,474 | 579,782 | 26,347 | 40,352 |
| Tax recoverable | | 53,466 | 161,889 | - | - |
| Total current assets | | 60,844,423 | 61,731,212 | 32,393,716 | 29,797,993 |
| Non-current assets | | | | | |
| Property, plant and equipment | 8 | 3,136,822 | 1,949,105 | - | - |
| Right-of-use assets | | 3,791,816 | 3,340,145 | - | - |
| Intangible assets | 9 | 3,223,993 | 3,116,211 | - | - |
| Club membership | 9 | 374,450 | 442,349 | - | - |
| Goodwill | 10 | 7,715,050 | 7,715,050 | - | - |
| Investments in subsidiaries | | - | - | 7,333,199 | 7,298,197 |
| Investment in joint ventures | | 5,727,614 | 5,971,573 | - | - |
| Total non-current assets | | 23,969,745 | 22,534,433 | 7,333,199 | 7,298,197 |
| Total assets | | 84,814,168 | 84,265,645 | 39,726,915 | 37,096,190 |
| <u>Liabilities & Equity</u> | | | | | |
| Current liabilities | | | | | |
| Bank overdrafts | 11 | - | 640,259 | - | 640,259 |
| Trade and other payables | | 4,184,342 | 4,433,670 | 27,891 | 455,687 |
| Dividend payable | | - | 1,508,220 | - | - |
| Amounts due to shareholders | 11 | 708,781 | 1,269,357 | - | - |
| Lease liabilities | | 1,756,546 | 2,425,546 | - | - |
| Deferred income | | 8,615,910 | 9,612,753 | - | - |
| Income tax payable | | 3,420,373 | 4,079,383 | 48,641 | - |
| Total current liabilities | | 18,685,952 | 23,969,188 | 76,532 | 1,095,946 |
| Non-current liabilities | | | | | |
| Lease liabilities | | 2,328,323 | 1,343,785 | - | - |
| Deferred tax liabilities | | 507,682 | 377,745 | - | - |
| Total non-current liabilities | | 2,836,005 | 1,721,530 | - | - |
| Capital and reserves | | | | | |
| Share capital | 12 | 35,051,183 | 35,051,183 | 35,051,183 | 35,051,183 |
| Merger reserves | | (442,221) | (442,221) | - | - |
| Other reserves | | (1,871,361) | (1,871,361) | - | - |
| Translation reserves | | (352,999) | (100,163) | - | - |
| Retained earnings | | 14,897,925 | 10,977,573 | 4,599,200 | 949,061 |
| Equity attributable to owners of the Company | | 47,282,527 | 43,615,011 | 39,650,383 | 36,000,244 |
| Non-controlling interests | | 16,009,684 | 14,959,916 | - | - |
| Total equity | | 63,292,211 | 58,574,927 | 39,650,383 | 36,000,244 |
| Total liabilities and equity | | 84,814,168 | 84,265,645 | 39,726,915 | 37,096,190 |

C. Condensed Interim Consolidated Statement of Cash Flows

| | GROUP | |
|---|-------------------|-------------------|
| | FY 2021 | FY 2020 |
| | \$ | \$ |
| Operating activities | | |
| Profit before income tax | 21,697,237 | 20,750,479 |
| Adjustments for: | | |
| Share of result of joint ventures | (1,182,705) | (863,536) |
| Interest income | (140,585) | (104,543) |
| Finance costs | 150,441 | 201,684 |
| Unrealised loss / (gain) on foreign exchange | 18,900 | (5,372) |
| (Write back for) / Recognition of loss allowance on trade receivables | (6,003) | 6,661 |
| Depreciation of property, plant and equipment | 906,012 | 734,259 |
| Depreciation of right-of-use assets (Note A) | 2,384,503 | 2,421,922 |
| Amortisation of intangible assets | 1,026,390 | 918,488 |
| Property, plant and equipment written off | 2 | 1 |
| Gain on disposal of an associate | - | (1,147,909) |
| Gain on disposal of a right-of-use asset | (388) | - |
| Operating cash flows before movements in working capital | 24,853,804 | 22,912,134 |
| Trade and other receivables | 198,943 | (945,670) |
| Trade and other payables | (186,525) | 398,509 |
| Deferred income | (990,787) | (40,427) |
| Cash collateral | - | (117,201) |
| Cash generated from operations | 23,875,435 | 22,207,345 |
| Interest received | 140,585 | 104,543 |
| Interest paid | (1,636) | (11,503) |
| Income taxes paid | (4,066,475) | (1,723,569) |
| Net cash from operating activities | 19,947,909 | 20,576,816 |
| Investing activities | | |
| Dividends received from joint venture | 526,318 | 971,597 |
| Investment in joint venture | - | (807,870) |
| Exchange difference due to transfer of joint venture within the Group | 9,244 | - |
| Acquisition of a subsidiary | - | 227,711 |
| Purchase of property, plant and equipment (Note B) | (2,060,072) | (890,985) |
| Purchase of intangible assets | (1,066,298) | (531,098) |
| Proceeds from disposal of an associate | - | 1,147,909 |
| Repayment to shareholders | (560,576) | - |
| Withdrawal of long-term deposits | 802,589 | 1,124,618 |
| Net cash (used in) / from investing activities | (2,348,795) | 1,241,882 |
| Financing activities | | |
| Proceeds on issuance of shares | - | 26,970,000 |
| Listing expenses paid | - | (1,409,293) |
| Loan receivable | - | 1,556 |
| Repayment of lease liabilities | (2,669,053) | (2,573,831) |
| Dividends paid | (14,594,120) | (23,620,397) |
| Advances from shareholders | - | 1,092,098 |
| Repayment of advances to shareholders | - | (1,092,098) |
| Net cash used in financing activities | (17,263,173) | (631,965) |
| Net increase in cash and cash equivalents | 335,941 | 21,186,733 |
| Cash and cash equivalents at beginning of year | 48,835,686 | 27,645,481 |
| Effect of foreign exchange rate changes on the balance of cash held in foreign currencies | (22,686) | 3,472 |
| Cash and cash equivalents at end of year | 49,148,941 | 48,835,686 |
| Deposit with maturity more than 3 months | 3,991,999 | 4,794,588 |
| Bank overdraft | - | 640,259 |
| Restricted cash | 319,486 | 411,769 |
| Cash and bank balances at end of year | 53,460,426 | 54,682,302 |

Note A: An amount of \$27,889 (2020: \$Nil) has been classified as staff cost as it relates to benefits-in-kind paid to an employee.

Note B: During the year, property, plant and equipment with an aggregate cost of \$34,239 (2020 : \$49,149) was acquired and remained unpaid as at year end. The amount has been recorded under "trade and other payables".

D. Condensed Interim Statements of Changes in Equity

| GROUP | Share capital | Capital contribution pending allotment | Merger reserves (Note A) | Other reserves (Note B) | Translation reserves | Retained earnings | Equity attributable to owners of the Company | Non-controlling interests | Total |
|--|---------------|--|--------------------------|-------------------------|----------------------|-------------------|--|---------------------------|--------------|
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Balance at 1 January 2021 | 35,051,183 | - | (442,221) | (1,871,361) | (100,163) | 10,977,573 | 43,615,011 | 14,959,916 | 58,574,927 |
| Total comprehensive income for the year: | | | | | | | | | |
| Profit for the year | - | - | - | - | - | 7,836,982 | 7,836,982 | 10,217,814 | 18,054,796 |
| Other comprehensive (loss)/income for the year | - | - | - | - | (262,080) | - | (262,080) | 1,224 | (260,856) |
| Total | - | - | - | - | (262,080) | 7,836,982 | 7,574,902 | 10,219,038 | 17,793,940 |
| Transactions with owners, recognised directly in equity: | | | | | | | | | |
| Arising from restructuring (Note C) | - | - | - | - | 9,244 | - | 9,244 | - | 9,244 |
| Dividends | - | - | - | - | - | (3,916,630) | (3,916,630) | (9,169,270) | (13,085,900) |
| Total | - | - | - | - | 9,244 | (3,916,630) | (3,907,386) | (9,169,270) | (13,076,656) |
| Balance at 31 December 2021 | 35,051,183 | - | (442,221) | (1,871,361) | (352,999) | 14,897,925 | 47,282,527 | 16,009,684 | 63,292,211 |
| Balance at 1 January 2020 | 1,000 | 9,589,000 | (358,096) | (1,871,361) | (57,523) | 8,439,067 | 15,742,087 | 13,210,693 | 28,952,780 |
| Total comprehensive income for the year: | | | | | | | | | |
| Profit for the year | - | - | - | - | - | 6,836,558 | 6,836,558 | 10,792,547 | 17,629,105 |
| Other comprehensive loss for the year | - | - | - | - | (42,640) | - | (42,640) | (2,104) | (44,744) |
| Total | - | - | - | - | (42,640) | 6,836,558 | 6,793,918 | 10,790,443 | 17,584,361 |
| Transactions with owners, recognised directly in equity: | | | | | | | | | |
| Issuance of shares upon completion of shares allotment | 9,589,000 | (9,589,000) | - | - | - | - | - | - | - |
| Issuance of shares pursuant to the initial public offering | 26,970,000 | - | - | - | - | - | 26,970,000 | - | 26,970,000 |
| Share issue expenses | (1,508,817) | - | - | - | - | - | (1,508,817) | - | (1,508,817) |
| Acquisition of a subsidiary | - | - | (84,125) | - | - | - | (84,125) | - | (84,125) |
| Dividends | - | - | - | - | - | (4,298,052) | (4,298,052) | (9,041,220) | (13,339,272) |
| Total | 35,050,183 | (9,589,000) | (84,125) | - | - | (4,298,052) | 21,079,006 | (9,041,220) | 12,037,786 |
| Balance at 31 December 2020 | 35,051,183 | - | (442,221) | (1,871,361) | (100,163) | 10,977,573 | 43,615,011 | 14,959,916 | 58,574,927 |

Note A: Merger reserves arose due to the difference between the cost of acquisition and the total value of share capital of the entities acquired pursuant to the Restructuring Exercise during the year ended 31 December 2019, as well as upon acquisition of a subsidiary during the year ended 31 December 2020.

Note B: Other reserves arose due to dividends from a joint venture previously declared and paid to its then shareholder, Asia Credit Bureau Holdings Pte. Ltd., prior to the Restructuring Exercise.

Note C: Translation reserve arose due to exchange difference from transferring a joint venture within the Group.

D. Condensed Interim Statements of Changes in Equity (cont'd)

| COMPANY | Note | Share capital | Capital contribution pending allotment | Retained earnings | Total |
|---|------|---------------|--|-------------------|-------------|
| | | \$ | \$ | \$ | \$ |
| Balance at 1 January 2021 | | 35,051,183 | - | 949,061 | 36,000,244 |
| Profit for the year, representing total comprehensive income for the year | | - | - | 7,566,769 | 7,566,769 |
| Transactions with owners, recognised directly in equity: | | | | | |
| Dividends | 13 | - | - | (3,916,630) | (3,916,630) |
| Balance at 31 December 2021 | | 35,051,183 | - | 4,599,200 | 39,650,383 |
| Balance at 1 January 2020 | | 1,000 | 9,589,000 | 42,849 | 9,632,849 |
| Profit for the year, representing total comprehensive income for the year | | - | - | 5,204,264 | 5,204,264 |
| Transactions with owners, recognised directly in equity: | | | | | |
| Issuance of shares upon completion of shares allotment | | 9,589,000 | (9,589,000) | - | - |
| Issuance of shares pursuant to the initial public offering | | 26,970,000 | - | - | 26,970,000 |
| Share issue expenses | | (1,508,817) | - | - | (1,508,817) |
| Dividends | 13 | - | - | (4,298,052) | (4,298,052) |
| Total | | 35,050,183 | (9,589,000) | (4,298,052) | 21,163,131 |
| Balance at 31 December 2020 | | 35,051,183 | - | 949,061 | 36,000,244 |

E. Notes to the Condensed Interim Consolidated Financial Statements

1. Corporate Information

The Company (Registration No. 201909251G) is incorporated in Singapore with its registered office and principal place of business at 6 Shenton Way, #17-10 OUE Downtown 2, Singapore 068809, and whose shares are publicly traded on the Mainboard of the Singapore Exchange.

The principal activities of the Company are those relating to investment holding and credit rating services.

The condensed interim consolidated financial statements as at and for the six months and full year ended 31 December 2021 comprise the Company and its subsidiaries (collectively, the Group).

2. Basis of preparation

The condensed interim financial statements for the six months and full year ended 31 December 2021 have been prepared in accordance with 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 interim financial statements for the period ended 30 June 2021.

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 2.1. Other than the adoption of the amended standards as set out in Note 2.1, there were no changes in accounting policies and methods of computation adopted in the financial statements for the current reporting period as compared to the most recent audited annual financial statements as at 31 December 2020, which were in accordance with SFRS(I)s.

The condensed interim financial statements are presented in Singapore dollar ("S\$") which is the Company's functional currency.

2.1 New and amended standards adopted by the Group

On 1 January 2021, the Group and the Company adopted all the new and revised SFRS(I)s that are effective and are relevant to its operations. The adoption of these new/revised SFRS(I)s does not result in changes to the Group's and Company's accounting policies and has no material effect on the amounts reported for the current or prior periods.

The following amendments to SFRS(I)s that are relevant to the Group were issued but not yet effective:

- Amendments to SFRS(I) 1-1: *Classification of Liabilities as Current or Non-current* (Applies to annual periods beginning on or after 1 January 2023, with early application permitted.)

Management anticipates that the adoption of the above amendments to SFRS(I)s in future periods will not have a material impact on the financial statements in the period of their initial adoption.

2.2 Uses of estimates and judgements

In the application of the Group's accounting policies, management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

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

(i) Critical judgements in applying the Group's accounting policies

Management is of the opinion that there are no critical judgments involved that have a significant effect on the amounts recognised in the financial statements apart from those involving estimations (see below).

(ii) Key sources of estimation uncertainty

The key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next interim period, are discussed below.

Calculation of loss allowance

When measuring ECL, the Group uses reasonable and supportable forward-looking information, which is based on assumptions for the future movement of different economic-drivers and how these drivers will affect each other.

Loss given default is an estimate of the loss arising on default. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, taking into account cash flows from collateral and integral credit enhancements.

Probability of default constitutes a key input in measuring ECL. Probability of default is an estimate of the likelihood of default over a given time horizon, the calculation of which includes historical data, assumptions and expectations of future conditions.

The expected credit loss is not expected to be significant for trade receivables and other receivables. No significant movement from financial year ended 31 December 2020.

Impairment of goodwill

Determining whether goodwill is impaired requires an estimation of the value in use of the cash-generating units ("CGU") to which goodwill has been allocated. The value in use calculation requires the Group to estimate the future cash flows expected to arise from the CGU and a suitable discount rate and long-term growth rate in order to calculate present value.

The Group tests goodwill annually for impairment or more frequently if there are indications that goodwill might be impaired.

The recoverable amounts of the CGUs are determined from value in use calculations. The key assumptions for the value in use calculations are those regarding the discount rates, growth rates and expected changes to selling prices and direct costs during the period. Management estimates discount rates using pre-tax rates that reflect current market assessments of the time value of money and the risks specific to the CGUs. The growth rates are based on industry growth forecasts. Changes in selling prices and direct costs are based on past practices and expectations of future changes in the market.

No impairment loss was recognised during the year.

Useful lives of property, plant and equipment and intangible assets

The Group reviews the estimated useful lives of property, plant and equipment at the end of each annual reporting period. Management estimates the useful lives of these property, plant and equipment and intangible assets to be within 1 to 25 years. Changes in the expected level of usage could impact the economic useful lives and the residual values of these assets, therefore future depreciation charges and amortisation expense could be revised.

There are no changes to useful lives in current year.

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

3. Seasonal operations

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

4. Segment and revenue information

The Group is organized into the following main business segments:

Financial institution data ("FI data") – We have established credit bureaus in Singapore, Cambodia and Myanmar (collectively, the "**Credit Bureaus**" and each, a "**Credit Bureau**") through joint-ventures with local and international partners. Depending on the territory involved, the Credit Bureaus operate to provide its subscribing members, mainly banks and financial institutions, with access to credit information on individual consumers ("**consumer credit reports**") or registered business entities ("**commercial credit reports**"), or both, all of which are generated from up-to-date credit information contributed by subscribing members.

CBA Data Solutions was realigned to the Financial Institution data segment with effect from 1 January 2021.

Non-financial institution data ("Non-FI data") – In Singapore and Malaysia, we have established joint venture partnerships with Dun & Bradstreet and operate through our subsidiaries Dun & Bradstreet (Singapore) Pte. Ltd. ("**D&B Singapore**") and Dun & Bradstreet (D&B) Malaysia Sdn Bhd ("**D&B Malaysia**") to provide customers with a wide range of business information and risk management services, sales and marketing solutions, commercial insights and other services, using data sourced from a variety of publicly accessible registries and the D&B Worldwide Network as well as information contributed by businesses who subscribe to our payment bureau services.

These operating segments are reported in a manner consistent with internal reporting provided to the Group's chief operating decision maker who are responsible for allocating resources and assessing performance of the operating segments.

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

4.1 Reportable segments

| | Non-financial institution data | Financial institution data | Total |
|--|--------------------------------------|----------------------------------|--------------|
| | \$ | \$ | \$ |
| H2 2021 | | | |
| Segment results | | | |
| Revenue | 12,881,580 | 10,240,810 | 23,122,390 |
| Other operating income | 512,386 | 70,160 | 582,546 |
| Employee benefits expense | (4,027,641) | (2,387,666) | (6,415,307) |
| Write back for loss allowance on trade receivables | 6,003 | - | 6,003 |
| Depreciation and amortisation expense | (579,813) | (1,588,259) | (2,168,072) |
| Other operating expenses | (3,284,364) | (1,690,404) | (4,974,768) |
| Finance costs | (9,884) | (56,119) | (66,003) |
| Share of result of joint ventures | - | 657,549 | 657,549 |
| Profit before tax | 5,498,267 | 5,246,071 | 10,744,338 |
| Income tax expense | | | (1,769,240) |
| Profit for the period | | | 8,975,098 |
| Segment assets | 55,587,282 | 29,173,420 | 84,760,702 |
| Tax recoverable | | | 53,466 |
| | | | 84,814,168 |
| Segment liabilities | (11,692,513) | (5,901,389) | (17,593,902) |
| Income tax payable | | | (3,420,373) |
| Deferred tax liabilities | | | (507,682) |
| | | | (21,521,957) |
| Other information | | | |
| Additions of non-current assets | 2,052,246 | 2,574,986 | 4,627,232 |
| H2 2020 | | | |
| Segment results | | | |
| Revenue | 13,660,499 | 9,196,691 | 22,857,190 |
| Other operating income | 368,584 | 210,861 | 579,445 |
| Employee benefits expense | (4,407,744) | (1,809,164) | (6,216,908) |
| Impairment loss on trade receivables | (6,661) | - | (6,661) |
| Depreciation and amortisation expense | (514,470) | (1,471,338) | (1,985,808) |
| Other operating expenses | (3,420,291) | (1,173,805) | (4,594,096) |
| Finance costs | (28,887) | (74,965) | (103,852) |
| Share of result of joint ventures | - | 415,001 | 415,001 |
| | 5,651,030 | 5,293,281 | 10,944,311 |
| Listing expenses | | | (1,090,441) |
| Profit before tax | | | 9,853,870 |
| Income tax expense | | | (1,453,880) |
| Profit for the period | | | 8,399,990 |
| Segment assets | 56,295,516 | 27,808,240 | 84,103,756 |
| Tax recoverable | | | 161,889 |
| | | | 84,265,645 |
| Segment liabilities | (15,439,591) | (5,793,999) | (21,233,590) |
| Income tax payable | | | (4,079,383) |
| Deferred tax liabilities | | | (377,745) |
| | | | (25,690,718) |
| Other information | | | |
| Additions of non-current assets | 377,100 | 1,955,799 | 2,332,899 |
| Additions of non-current assets due to acquisition of a subsidiary | 1,031,120 | - | 1,031,120 |

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

4.1 Reportable segments (cont'd)

| | Non-financial institution data | Financial institution data | Total |
|--|--------------------------------------|----------------------------------|--------------|
| | \$ | \$ | \$ |
| <u>FY 2021</u> | | | |
| Segment results | | | |
| Revenue | 25,463,082 | 19,915,765 | 45,378,847 |
| Other operating income | 1,056,089 | 286,854 | 1,342,943 |
| Employee benefits expense | (7,797,833) | (4,220,227) | (12,018,060) |
| Write back for loss allowance on trade receivables | 6,003 | - | 6,003 |
| Depreciation and amortisation expense | (1,149,431) | (3,139,585) | (4,289,016) |
| Other operating expenses | (6,675,585) | (3,080,159) | (9,755,744) |
| Finance costs | (22,980) | (127,461) | (150,441) |
| Share of result of joint ventures | - | 1,182,705 | 1,182,705 |
| Profit before tax | 10,879,345 | 10,817,892 | 21,697,237 |
| Income tax expense | | | (3,642,441) |
| Profit for the year | | | 18,054,796 |
| Segment assets | 55,587,282 | 29,173,420 | 84,760,702 |
| Tax recoverable | | | 53,466 |
| | | | 84,814,168 |
| Segment liabilities | (11,692,513) | (5,901,389) | (17,593,902) |
| Income tax payable | | | (3,420,373) |
| Deferred tax liabilities | | | (507,682) |
| | | | (21,521,957) |
| Other information | | | |
| Additions of non-current assets | 2,411,507 | 3,592,165 | 6,003,672 |
| <u>FY 2020</u> | | | |
| Segment results | | | |
| Revenue | 25,651,401 | 17,726,441 | 43,377,842 |
| Other operating income | 2,111,988 | 562,482 | 2,674,470 |
| Employee benefits expense | (8,022,668) | (3,349,516) | (11,372,184) |
| Impairment loss on trade receivables | (6,661) | - | (6,661) |
| Depreciation and amortisation expense | (1,071,973) | (3,002,696) | (4,074,669) |
| Other operating expenses | (6,620,583) | (2,525,069) | (9,145,652) |
| Finance costs | (52,140) | (149,544) | (201,684) |
| Share of result of joint ventures | - | 863,536 | 863,536 |
| | 11,989,364 | 10,125,634 | 22,114,998 |
| Listing expenses | | | (1,364,519) |
| Profit before tax | | | 20,750,479 |
| Income tax expense | | | (3,121,374) |
| Profit for the year | | | 17,629,105 |
| Segment assets | 56,295,516 | 27,808,240 | 84,103,756 |
| Tax recoverable | | | 161,889 |
| | | | 84,265,645 |
| Segment liabilities | (15,439,591) | (5,793,999) | (21,233,590) |
| Income tax payable | | | (4,079,383) |
| Deferred tax liabilities | | | (377,745) |
| | | | (25,690,718) |
| Other information | | | |
| Additions of non-current assets | 723,806 | 2,549,422 | 3,273,228 |
| Additions of non-current assets due to acquisition of a subsidiary | 1,031,120 | - | 1,031,120 |

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

4.2 Disaggregation of Revenue

| | Non-financial institution data | Financial institution data | Total |
|--------------------------------|-----------------------------------|-------------------------------|------------|
| | \$ | \$ | \$ |
| <u>H2 2021</u> | | | |
| Type of services: | | | |
| Sale of reports | 10,904,562 | 9,253,873 | 20,158,435 |
| Others | 1,977,018 | 986,937 | 2,963,955 |
| | 12,881,580 | 10,240,810 | 23,122,390 |
| Timing of revenue recognition: | | | |
| Over time | 754,897 | 979,953 | 1,734,850 |
| At a point of time | 12,126,683 | 9,260,857 | 21,387,540 |
| | 12,881,580 | 10,240,810 | 23,122,390 |
| Geographical information: | | | |
| Singapore | 12,336,967 | 10,240,810 | 22,577,777 |
| Malaysia | 544,613 | - | 544,613 |
| | 12,881,580 | 10,240,810 | 23,122,390 |
| <u>H2 2020</u> | | | |
| Type of services: | | | |
| Sale of reports | 11,069,370 | 8,857,188 | 19,926,558 |
| Others | 2,591,129 | 339,503 | 2,930,632 |
| | 13,660,499 | 9,196,691 | 22,857,190 |
| Timing of revenue recognition: | | | |
| Over time | 809,594 | 916,318 | 1,725,912 |
| At a point of time | 12,850,905 | 8,280,373 | 21,131,278 |
| | 13,660,499 | 9,196,691 | 22,857,190 |
| Geographical information: | | | |
| Singapore | 13,157,398 | 9,196,691 | 22,354,089 |
| Malaysia | 503,101 | - | 503,101 |
| | 13,660,499 | 9,196,691 | 22,857,190 |
| <u>FY 2021</u> | | | |
| Type of services: | | | |
| Sale of reports | 21,785,293 | 18,357,925 | 40,143,218 |
| Others | 3,677,789 | 1,557,840 | 5,235,629 |
| | 25,463,082 | 19,915,765 | 45,378,847 |
| Timing of revenue recognition: | | | |
| Over time | 1,510,728 | 1,978,797 | 3,489,525 |
| At a point of time | 23,952,354 | 17,936,968 | 41,889,322 |
| | 25,463,082 | 19,915,765 | 45,378,847 |
| Geographical information: | | | |
| Singapore | 24,242,293 | 19,915,765 | 44,158,058 |
| Malaysia | 1,220,789 | - | 1,220,789 |
| | 25,463,082 | 19,915,765 | 45,378,847 |
| <u>FY 2020</u> | | | |
| Type of services: | | | |
| Sale of reports | 21,570,636 | 17,043,824 | 38,614,460 |
| Others | 4,080,765 | 682,617 | 4,763,382 |
| | 25,651,401 | 17,726,441 | 43,377,842 |
| Timing of revenue recognition: | | | |
| Over time | 1,637,503 | 1,808,027 | 3,445,530 |
| At a point of time | 24,013,898 | 15,918,414 | 39,932,312 |
| | 25,651,401 | 17,726,441 | 43,377,842 |
| Geographical information: | | | |
| Singapore | 24,494,804 | 17,726,441 | 42,221,245 |
| Malaysia | 1,156,597 | - | 1,156,597 |
| | 25,651,401 | 17,726,441 | 43,377,842 |

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

4.2 Disaggregation of Revenue (cont'd)

A breakdown of sale:

| | GROUP | | |
|---|------------|------------|--------|
| | FY 2021 | FY 2020 | Change |
| | \$ | \$ | % |
| Sales reported for first half year | 22,256,457 | 20,520,652 | 8.5 |
| Operating profit after tax before deducting non-controlling interests reported for first half year | 9,079,698 | 9,229,115 | (1.6) |
| Sales reported for second half year | 23,122,390 | 22,857,190 | 1.2 |
| Operating profit after tax before deducting non-controlling interests reported for second half year | 8,975,098 | 8,399,990 | 6.8 |

5. Profit before tax

5.1 Significant items

Profit before tax has been arrived at after charging (crediting):

| | GROUP | | | |
|--|-----------|-----------|-----------|-------------|
| | H2 2021 | H2 2020 | FY 2021 | FY 2020 |
| | \$ | \$ | \$ | \$ |
| Interest income | (74,725) | (29,955) | (140,585) | (104,543) |
| Gain on disposal of investment in an associate | - | - | - | (1,147,909) |
| Government grants | (342,751) | (600,798) | (983,064) | (1,371,957) |
| Interest on borrowings | - | 11,503 | 1,636 | 11,503 |
| Report costs | 567,545 | 509,041 | 1,099,991 | 1,049,395 |
| Data purchase | 234,273 | 268,517 | 412,988 | 500,120 |
| Royalties | 2,271,512 | 2,201,401 | 4,467,233 | 4,291,981 |
| Unrealised (gain) / loss on foreign exchange | (180,335) | 96,666 | (60,139) | 48,299 |
| Realised loss on foreign exchange | 3,299 | 63,039 | 35,374 | 68,232 |
| Operating lease expenses | 146,728 | 66,411 | 416,068 | 335,391 |

5.2 Related party transactions

| | GROUP | | | |
|---|-------------|-------------|--------------|--------------|
| | H2 2021 | H2 2020 | FY 2021 | FY 2020 |
| | \$ | \$ | \$ | \$ |
| Sales to non-controlling shareholders | (5,457,567) | (5,338,742) | (10,568,689) | (10,315,067) |
| Purchase of goods from non-controlling shareholders | 442,205 | 391,674 | 883,688 | 803,326 |
| Royalty expenses payable to (receivable from): | | | | |
| - Non-controlling shareholders | 255,115 | 263,028 | 504,490 | 499,963 |
| - A joint venture | (242,287) | (34,193) | (445,742) | (34,193) |
| - A company with common shareholders | - | 42,258 | - | 92,692 |
| Maintenance and support services rendered (to) by: | | | | |
| - An associate | - | (47) | - | 14,158 |
| - A joint venture | (40,307) | (6,697) | (80,104) | (6,697) |
| - A company with common shareholders | - | 34,283 | - | 76,025 |
| Software enhancement services rendered to a joint venture | (350,656) | (105,671) | (350,656) | (105,671) |
| Agent's commission payable to a company with common shareholders | - | - | - | 52,646 |
| Purchase of property, plant and equipment from a company with common shareholders | - | - | - | 40,000 |

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

6. Taxation

| | GROUP | | | |
|---------------------------------------|------------------|------------------|------------------|------------------|
| | H2 2021 | H2 2020 | FY 2021 | FY 2020 |
| | \$ | \$ | \$ | \$ |
| Current income tax expense | 1,632,233 | 1,197,052 | 3,440,132 | 2,864,546 |
| Deferred income tax (benefit)/expense | 91,583 | 256,828 | 128,588 | 256,828 |
| Withholding tax expense | 45,424 | - | 73,721 | - |
| | <u>1,769,240</u> | <u>1,453,880</u> | <u>3,642,441</u> | <u>3,121,374</u> |

7. Financial assets and financial liabilities

| | GROUP | | COMPANY | |
|------------------------------|-------------------|-------------------|-------------------|-------------------|
| | 30 Dec 2021 | 31 Dec 2020 | 30 Dec 2021 | 31 Dec 2020 |
| | \$ | \$ | \$ | \$ |
| Financial assets | | | | |
| Amortised cost | <u>60,069,483</u> | <u>60,989,541</u> | <u>32,367,369</u> | <u>29,757,641</u> |
| Financial liabilities | | | | |
| Amortised cost | <u>8,977,992</u> | <u>11,620,837</u> | <u>27,891</u> | <u>1,095,946</u> |

8. Property, plant and equipment

| | GROUP | | | |
|---|------------|------------|------------|------------|
| | H2 2021 | H2 2020 | FY 2021 | FY 2020 |
| | \$ | \$ | \$ | \$ |
| Assets acquired during the period/year | 1,589,895 | 382,406 | 2,094,311 | 940,134 |
| Assets disposed of during the period/year | <u>(2)</u> | <u>(1)</u> | <u>(2)</u> | <u>(1)</u> |

9. Intangible assets

| | GROUP | |
|---------------------------------|---------------------|--------------------|
| | 31 Dec 2021 | 31 Dec 2020 |
| | \$ | \$ |
| Litigation database | 10,916,156 | 10,461,595 |
| Computer software | 3,220,480 | 2,539,301 |
| Construction-in-progress | - | 69,475 |
| | <u>14,136,636</u> | <u>13,070,371</u> |
| Less: Accumulated amortisation | <u>(10,912,643)</u> | <u>(9,954,160)</u> |
| | <u>3,223,993</u> | <u>3,116,211</u> |
| <u>Club membership</u> | | |
| Balance at beginning of year | 442,349 | 510,250 |
| Less: Amortisation for the year | <u>(67,899)</u> | <u>(67,901)</u> |
| Balance at end of year | <u>374,450</u> | <u>442,349</u> |

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

10. GOODWILL

| | 31 Dec 2021 | 31 Dec 2020 |
|--|-------------|-------------|
| | \$ | \$ |
| Arising on acquisition of subsidiaries | 7,715,050 | 7,715,050 |

Goodwill acquired in a business combination is allocated, at acquisition, to the cash generating units ("CGUs") that are expected to benefit from that business combination. Before recognition of impairment losses, the carrying amount of goodwill had been allocated to the Group's CGUs identified according to business segments.

| | 31 Dec 2021 | 31 Dec 2020 |
|--|-------------|-------------|
| | \$ | \$ |
| Credit Bureau (Singapore) Pte. Ltd. | 5,131,300 | 5,131,300 |
| Dun & Bradstreet (Singapore) Pte. Ltd. | 2,583,750 | 2,583,750 |
| | 7,715,050 | 7,715,050 |

11. Borrowings

| | GROUP | | COMPANY | |
|--|-------------|-------------|-------------|-------------|
| | 31 Dec 2021 | 31 Dec 2020 | 31 Dec 2021 | 31 Dec 2020 |
| | \$ | \$ | \$ | \$ |
| <u>Amount repayable within one year or on demand</u> | | | | |
| Borrowings (unsecured) | 708,781 | 1,909,616 | - | 640,259 |

12. Share capital

| | GROUP & COMPANY | | | |
|--|---------------------------|-------------|-------------|-------------|
| | 31 Dec 2021 | 31 Dec 2020 | 31 Dec 2021 | 31 Dec 2020 |
| | Number of ordinary shares | | \$ | \$ |
| Issued and paid up: | | | | |
| At beginning of the year | 230,390,000 | 1,000 | 35,051,183 | 1,000 |
| Issuance of shares upon completion of shares allotment | - | 9,589,000 | - | 9,589,000 |
| Effects of share split ⁽¹⁾ | - | 191,800,000 | - | - |
| Issuance of shares pursuant to the initial public offering | - | 29,000,000 | - | 26,970,000 |
| Share issue expenses | - | - | - | (1,508,817) |
| At end of the year | 230,390,000 | 230,390,000 | 35,051,183 | 35,051,183 |

⁽¹⁾ On 13 November 2020, each of the Company's ordinary shares was sub-divided into 21 shares, from 9,590,000 shares into 201,390,000.

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

13. Dividends

| | COMPANY | |
|---|------------|------------|
| | 2021 \$ | 2020 \$ |
| Ordinary dividends paid: | | |
| Interim exempt dividend | 3,916,630 | 4,298,052 |
| Dividend per share, net of tax (in cents) | 1.7 | 2.1 |

Note: For comparative purposes, dividend per share for 2020 had been computed based on the Company's share capital of 201,390,000 shares (after adjusting for share split).

14. Net asset value

| | GROUP | | COMPANY | |
|--|-------------|-------------|-------------|-------------|
| | 31 Dec 2021 | 31 Dec 2020 | 31 Dec 2021 | 31 Dec 2020 |
| Net asset value per ordinary share based on issued share capital at the end of financial period (in cents) | 20.52 | 18.93 | 17.21 | 15.63 |
| Number of ordinary shares in issue | 230,390,000 | 230,390,000 | 230,390,000 | 230,390,000 |

15. Commitment

| | GROUP | |
|--|-------------------|-------------------|
| | 31 Dec 2021 \$ | 31 Dec 2020 \$ |
| Capital contribution for investment in a joint venture | 674,809 | 666,843 |
| Acquisition of property, plant and equipment | - | 100,000 |
| Acquisition of intangible asset | - | 267,860 |
| | 674,809 | 1,034,703 |

F. Other Information Required by Listing Rule Appendix 7.2

1. Review

The condensed interim statements of financial position as at 31 December 2021 and the related condensed interim consolidated statement of profit or loss and other comprehensive income, condensed interim statements of changes in equity and condensed interim consolidated statement of cash flows for the six months and full year ended 31 December 2021 and the selected explanatory notes (the “Condensed Interim Financial Statements”) have not been audited or reviewed by the Company’s auditors.

2. Review of The Group’s Performance

H2 2021 vs H2 2020

Total Revenue

Group total revenue increased by \$0.2 million or 1.2% from \$22.9 million in H2 2020 to \$23.1 million in H2 2021.

Revenue – FI Data Business

Our revenue from the FI Data Business increased by \$1.0 million or 11.4% from \$9.2 million in H2 2020 to \$10.2 million in H2 2021.

Our revenue from the sale of reports increased by \$0.4 million or 4.5% from \$8.9 million in H2 2020 to \$9.3 million in H2 2021. Revenue from both new credit application reports and employment check increased by \$0.3 million. It was mainly due to higher volume of new credit application reports sold to bureau members was due to pickup of consumer credit growth and compliance requirements. Entrance fee was also increased by \$0.1 million. The increase was partially offset by \$0.3 million decrease in bulk review revenue as a result of financial institutions decreasing the frequency of periodic review.

Our other revenue from the FI Data Business increased by \$0.6 million as a result of new revenue contribution from CBA Data Solutions. The rest of other revenue such as data analytic and debt consolidation services remained relatively stable at \$0.3 million in H2 2020 and H2 2021.

Revenue – Non-FI Data Business

Our revenue from the Non-FI Data Business decreased by \$0.8 million or 5.7% from \$13.7 million in H2 2020 to \$12.9 million in H2 2021.

Global credit risk management solutions revenue increased by \$0.1 million or 1.7% from \$7.4 million in H2 2020 to \$7.5 million in H2 2021 mainly as a result of increased compliance and risk management requirements from both local and global customers.

Our revenue from the sale of reports under our Singapore Commercial Credit Bureau and other bureaus decreased by \$0.3 million or 7.9% from \$3.7 million in H2 2020 to \$3.4 million in H2 2021 mainly as a result of decrease in quantity of report sold.

Our revenue from other auxiliary services, being sales and marketing solutions, receivables management, and other revenue, decreased by \$0.6 million or 23.7% from \$2.6 million in H2 2020 to \$2.0 million in H2 2021. It was mainly due to (i) decrease in customised projects and other revenue of \$0.5 million, (ii) decrease in sales and marketing solution revenue of \$0.2 million and (iii) decrease in collection services revenue of \$0.1 million. The decrease was partially offset by increase in business education service revenue of \$0.2 million.

Other Operating Income

Our other operating income remained relatively stable at \$0.6 million in both H2 2021 and H2 2020. Government grants decreased from \$0.6 million in H2 2020 to \$0.4 million in H2 2021 mainly due to absence of grants received under the Job Support Scheme. The decrease was fully set off by the increase in foreign exchange gain.

Employee Benefits Expense

Our employee benefits expense increased by \$0.2 million or 3.2% from \$6.2 million in H2 2020 to \$6.4 million in H2 2021. It was mainly as a result of increase in headcount in the IT and customer services staff of our FI Data Business due to operational requirement for Money Lender Credit Bureau and acquisition of CBA Data Solution. The increase was partially offset by decrease in bonus payment and decrease in headcount for our non-FI Data Business.

F. Other Information Required by Listing Rule Appendix 7.2 (cont'd)

Depreciation and Amortisation Expense

Our depreciation and amortisation expenses increased by \$0.2 million or 9.2% from \$2.0 million in H2 2020 to \$2.2 million in H2 2021. Depreciation expenses of both property, plant and equipment and amortisation expense of intangible assets increased by \$0.2 million and \$0.1 million respectively. It was partially offset by \$0.1 million decrease in depreciation expense of right-of-use assets.

Listing Expenses

Our listing expenses relate to expenses incurred for our preparation for the IPO. There was \$1.1 million IPO expense incurred in H2 2020. There was no IPO expense incurred in H2 2021.

Total Other Operating Expenses

Our total other operating expenses increased by \$0.4 million or 8.3% from \$4.6 million in H2 2020 to \$5.0 million in H2 2021.

Other Operating Expenses – FI Data Business

Our total other operating expenses from the FI Data Business increased by \$0.5 million or 44.0% from \$1.2 million to \$1.7 million in H2 2021. It was mainly due to increase in (i) royalties fee by \$0.3 million as a result of additional royalties consolidated from CBA Data Solutions, (ii) selling expenses of \$0.1 million and (iii) other administrative expenses of \$0.1 million.

Other Operating Expenses – Non-FI Data Business

Our total other operating expenses from the Non-FI Data Business decreased by \$0.1 million or 4.0% from \$3.4 million in H2 2020 to \$3.3 million in H2 2021. It was mainly due to decrease in royalties expense of \$0.2 million and the decrease in foreign exchange loss by \$0.1 million. The decrease was partially offset by the increase in business education services cost by \$0.1 million, which was in line with the increased revenue, and \$0.1 million increase in report cost.

Finance Costs

Our finance costs remained relatively stable at \$0.1 million in H2 2020 and H2 2021. The finance costs in H2 2020 and H2 2021 mainly relate to the interest expense recognised on lease liabilities, as a result of the adoption of SFRS(I) 16 Leases as of 1 January 2020.

Share of Result of Joint Ventures

Our share of result of joint ventures increased by \$0.3 million or 58.4% from \$0.4 million in H2 2020 to \$0.7million in H2 2021.

Our share of results related to our Cambodia investment increased by \$0.3 million, driven by increase in quantity of credit reports sold to bureau members due to the picking up of credit activities and the introduction of K-Score in the end of last year.

Our share of loss related to our Myanmar investment remained relatively stable at \$0.1 million in H2 2020 and H2 2021.

Total Profit Before Tax

As a result of the foregoing, our total PBT increased by \$0.8 million or 9.0% from \$9.9 million in H2 2020 to \$10.7 million in H2 2021.

Income Tax Expense

Our income tax expense increased by \$0.3 million or 21.7% from \$1.5 million in H2 2020 to \$1.8 million in H2 2021 mainly due to increase in PBT and the grants received under Job Support Scheme in H2 2020 are not being subject to tax.

F. Other Information Required by Listing Rule Appendix 7.2 (cont'd)

FY2021 vs FY2020

Total Revenue

Group total revenue increased by \$2.0 million or 4.6% from \$43.4 million in FY2020 to \$45.4 million in FY2021.

Revenue – FI Data Business

Our revenue from the FI Data Business increased by \$2.2 million or 12.4% from \$17.7 million in FY2020 to \$19.9 million in FY2021.

Our revenue from the sale of reports increased by \$1.3 million or 7.7% from \$17.0 million in FY2020 to \$18.3 million in FY2021. This was mainly due to the increase in quantity of new credit application reports and bulk review reports sold to bureau members, which increased revenue by \$0.5 million and \$0.4 million, respectively. The higher volume of new credit application reports sold to bureau members was due to pickup of consumer credit growth. The increase in quantity of bulk review reports sold to bureau members as a result of financial institutions increasing the frequency of their periodic review during a period of heightened credit risk. Entrance fee and employment check revenue were also increased by \$0.2 million, Monitoring revenue increased by \$0.1 million. The increase was partially offset by \$0.1 million decrease in scoring revenue.

Our other revenue from the FI Data Business increased by \$0.9 million as a result of new revenue contribution from CBA Data Solutions. The rest of other revenue such as data analytic and debt consolidation services remained relatively stable at \$0.7 million in FY2020 and FY2021.

Revenue – Non-FI Data Business

Our revenue from the Non-FI Data Business decreased by \$0.2 million or 0.7 % from \$25.7 million in FY2020 to \$25.5 million in FY2021.

Our revenue from our global credit risk management solutions increased by \$0.4 million or 3.1% from \$14.3 million in FY2020 to \$14.7 million in FY2021 mainly driven by demand from increased compliance and risk management requirements from both local and global customers.

Our revenue from the sale of reports under our Singapore Commercial Credit Bureau and other bureaus decreased by \$0.2 million or 3.1% from \$7.3 million in FY2020 to \$7.1 million in FY2021 mainly as a result of decrease in quantity of report sold.

Our revenue from other auxiliary services, being sales and marketing solutions, receivables management, and other revenue, decreased by \$0.4 million or 9.9% from \$4.1 million in FY2020 to \$3.7 million in FY2021. It was mainly due to (i) decrease in customised projects revenue by \$0.4 million, (ii) decrease in sales and marketing solution revenue by \$0.3 million and (iii) increase in business education service revenue by \$0.3 million.

Other Operating Income

Our other operating income decreased by \$1.4 million or 49.8% from \$2.7 million in FY2020 to \$1.3 million in FY2021 mainly as a result of the gain in disposal of Credit Bureau Malaysia Sdn Bhd ("CBM") of \$1.1 million and decrease in financial grant of \$1.0 million received from the Singapore government under the Jobs Support Scheme ("JSS"), in which the government provides wage support to help employers retain and pay employees in the midst of Covid-19.

The decrease was partially offset by the increase in other government grants of \$0.6 million and the increase in foreign exchange gain of \$0.1 million.

Employee Benefits Expense

Our employee benefits expense increased by \$0.6 million or 5.7% from \$11.4 million in FY2020 to \$12.0 million in FY2021. It was mainly as a result of increase in headcount in the IT and customer services staff of our FI Data Business due to operational requirement for Money Lender Credit Bureau and acquisition of CBA Data Solution. The increase was partially offset by decrease in bonus payment and decrease in headcount for our non-FI Data Business.

F. Other Information Required by Listing Rule Appendix 7.2 (cont'd)

Depreciation and Amortisation Expense

Our depreciation and amortisation expense increased by \$0.2 million or 5.3 % from \$4.1 million in FY2020 to \$4.3 million in FY2021 mainly due to the increase in depreciation of computer equipment of \$0.2 million as a result increase in new computer equipment in FY2021 and amortisation expenses for intangibles assets increased by \$0.1 million mainly due to increase in amortisation of computer software. It was partially offset by decrease in depreciation expenses for right-of-use assets by \$0.1 million.

Listing Expenses

Our listing expenses relate to expenses incurred for our preparation for the IPO. There was \$1.4 million IPO expense incurred in FY2020. There was no IPO expense incurred in FY2021.

Total Other Operating Expenses

Our total other operating expenses increased by \$0.7 million or 6.7% from \$9.1 million in FY2020 to \$9.8 million in FY2021.

Other Operating Expenses – FI Data Business

Our total other operating expenses from the FI Data Business increased by \$0.6 million or 22.0% from \$2.5 million in FY2020 to \$3.1 million in FY2021. It was mainly due to increase in (i) royalties fee of \$0.5 million as a result as a result of additional royalties consolidated from CBA Data Solutions, (ii) short term and small value lease expenses by \$0.1 million, (iii) selling expenses of \$0.1 million and (iv) other administrative expenses of \$0.1 million. The increase was partially offset by decrease of royalties related to scoring products \$0.1 million and decrease of maintenance expenses by \$0.1 million.

Other Operating Expenses – Non-FI Data Business

Our total other operating expenses from the Non-FI Data Business increased by \$0.1 million or 0.8% from \$6.6 million in FY2020 to \$6.7 million in FY2021. It was mainly due to increase in (i) data security related cost by \$0.2 million, (ii) business education services cost by \$0.1 million and (iii) other administrative expenses by \$0.1 million. The increase was partially offset by the decrease of royalties fee by \$0.2 million and decrease in selling expenses of \$0.1 million.

Finance Costs

Our finance costs remained relatively stable at \$0.2 million in FY2020 and FY2021. The finance costs related to the interest expense recognised on lease liabilities, as a result of the adoption of SFRS(I) 16 Leases with effective 1 January 2020.

Share of Result of Joint Ventures

Our share of result of joint ventures increased by \$0.3 million or 37.0% from \$0.9 million in FY2020 to \$1.2 million in FY2021.

Our share of results related to our Cambodia investment increased by \$0.3 million, driven by increase in quantity of credit reports sold to bureau members due to the picking up of credit activities and the introduction of K-Score in the end of last year.

Our share of loss related to our Myanmar investment remained relatively stable at \$0.2 million in FY2020 and FY2021.

Total Profit Before Tax

As a result of the foregoing, our total PBT increased by \$0.9 million or 4.6% from \$20.8 million in FY2020 to \$21.7 million in FY2021.

Income Tax Expense

Our income tax expense increased by \$0.5 million or 16.7% from \$3.1 million in FY2020 to \$3.6 million in FY2020 mainly due to increase in PBT and absence of non-taxable income. In FY2020, the gain on disposal of CBM and the JSS grants received are not being subject to tax.

F. Other Information Required by Listing Rule Appendix 7.2 (cont'd)

The Group's Financial Position

The comparative performance for assets and liabilities are based on financial statements as at 31 December 2020 and 31 December 2021.

Non-Current Assets

As at 31 December 2021, non-current assets increased by \$1.5 million from \$22.5 million to \$24.0 million.

The increase was due to (i) increase in property, plant and equipment by \$1.2 million from \$1.9 million to \$3.1 million, (ii) increase in right of use of assets by \$0.5 million from \$3.3 million to \$3.8 million and (iii) increase in intangible assets by \$0.1 million. The increase was partially offset by decrease in investment in joint venture by \$0.2 million and \$0.1 million decrease in club membership.

Current Assets

As at 31 December 2021, current assets decreased by \$0.9 million from \$61.7 million as at 31 December 2020 to \$60.8 million as at 31 December 2021 mainly due to (i) decrease in cash and bank balance by \$1.2 million from \$54.7 million to \$53.5 million, (ii) decrease of trade receivables of \$0.2 million, and (iii) decrease in tax recoverable of \$0.1 million. The decrease was partially offset by \$0.5 million increase of other receivables and deposits and \$0.1 million increase in prepayment.

Non-Current Liabilities

Non-current liabilities increased by \$1.1 million from \$1.7 million as at 31 December 2020 to \$2.8 million as at 31 December 2021 mainly due to increase of lease liabilities by \$1.0 million and increase in deferred tax liabilities by \$0.1 million.

Current Liabilities

Current liabilities decreased by \$5.3 million from \$24.0 million as at 31 December 2020 to \$18.7 million as at 31 December 2021.

The decrease was mainly due to (i) the decrease of dividend payable by \$1.5 million, (ii) decrease in deferred income by \$1.0 million from \$9.7 million as at 31 December 2020 to \$8.7 million in 31 December 2021, (iii) decrease in lease liabilities by \$0.7 million, (iv) decrease in bank overdraft by \$0.6 million as the \$0.6 million bank overdraft as of 31 December 2020 was fully repaid in January 2021, (iv) decrease of amount due to shareholders by \$0.6 million, (v) decrease in tax payable by \$0.7 million and decrease of trade and other payables by \$0.2 million.

The Group's Cash Flow

Net cash generated from operating activities amounted to approximately \$20.0 million for FY2021, mainly attributed to the following: (i) operating cash flows before working capital changes of \$24.9 million; (ii) net cash outflows from changes in working capital of \$1.0 million; (iii) interest received of \$0.1 million; and (iv) income tax paid of \$4.1 million.

Net cash used in investing activities amounted to approximately \$2.3 million for FY2021, mainly due to (i) purchase of property, plant and equipment and intangible assets of \$3.1 million; and (ii) repayment to Mr. Kevin Koo and Mr. William Lim of \$0.6 million for acquisition of CBA Data Solutions, partially offset by (i) withdrawal of long term deposits of \$0.8 million; and (ii) dividends received from Cambodia investment of \$0.5 million.

Net cash used in financing activities amounted to \$17.3 million for FY2021, mainly due to (i) dividend paid to owners of \$14.6 million; and (ii) repayment of lease liabilities of \$2.7 million.

F. Other Information Required by Listing Rule Appendix 7.2 (cont'd)

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

There was no forecast disclosed to shareholders previously.

The Company received gross proceeds amounting to approximately \$27.0 million raised from the IPO on the Main Board of SGX-ST on 3 December 2020.

As at the date of this announcement, the status on the use of the IPO gross proceeds is as follows:

| In \$ million | Allocation of Gross Proceeds as disclosed in the Prospectus | Gross Proceeds utilised as at the date of this announcement | Balance of Gross Proceeds as at the date of this announcement |
|---|---|---|---|
| Use of Gross Proceeds | | | |
| Organic growth initiatives (including, among others, (i) product development and credit score enhancements, (ii) software and platform development, (iii) investments in infrastructure to increase the scope of membership) and (iv) investments in relation to the development of our corporate credit reporting business in Singapore; | 7.1 | 0.5 | 6.6 |
| Strategic investments, regional expansion and acquisitions (which may include, among others, in existing markets and new markets); | 11.8 | - | 11.8 |
| General corporate and working capital purposes; and | 4.7 | 0.5 | 4.2 |
| Listing expenses. | 3.3 | 3.3 | - |
| | 27.0 | 4.3 | 22.7 |

Notes:

- (1) The above utilisations are in accordance with the intended use of IPO gross proceeds, as stated in the Company's Prospectus.
- (2) The breakdown of the utilisation of the proceeds for general working capital is as follows:

| General Working Capital | In \$'000 |
|-------------------------------------|------------|
| Independent Directors fees | 180 |
| SGX annual fee and other fees | 37 |
| Professional fees | 60 |
| Insurances | 103 |
| Increase in capital of subsidiaries | 35 |
| Others | 61 |
| Total | 476 |

F. Other Information Required by Listing Rule Appendix 7.2 (cont'd)

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.

Our commercial credit information business in Singapore and Malaysia is experiencing consistent demand especially from overseas customers in line with the improving business sentiment globally. This resulted in an increase of our market share in Singapore and Malaysia for overseas demand.

The emergence of digital banking, buy-now-pay-later services and other fintech activities has provided growth and business opportunities for our Group. We are making good progress as the new operator of the Moneylenders Credit Bureau with effect from 1 July 2021 and discussions are well under way with the four successful digital bank applicants. We expect the aforementioned projects to contribute positively to the Group's FY2022 revenue.

Credit Bureau Cambodia Co Ltd ("CBC") will continue to diversify and introduce additional product and service offerings in tandem with the growth of Cambodia's economy along with its credit industry and rate of credit penetration, so as to meet evolving customer and industry needs. In FY2021, CBC preliminary revenue and net profit after tax achieved outstanding growth of 25% and 35% respectively. We expect the growth to continue going forward.

Myanmar Credit Bureau Ltd ("MMCB") will commence generating revenue next month. MMCB will also be expanding the business to include banking commercial information, making it the only full-service credit bureau in the country.

5. Dividend information

5a. Current Financial Period Reported on

| Name of dividend | Final |
|-------------------------------|------------|
| Dividend type | Cash |
| Dividend per share (in cents) | 1.70 |
| Tax rate | Tax exempt |

5b. Corresponding period of the immediate preceding financial year

| Name of dividend | Final |
|-------------------------------|------------|
| Dividend type | Cash |
| Dividend per share (in cents) | Nil |
| Tax rate | Tax exempt |

Note: During the second half of 2020, the company has declared and paid interim one-tier exempted dividends of \$2,581,000 (prior to our IPO on the 3 December 2020) in respect of the financial year ended 31 December 2020. No final dividend was proposed to shareholders (after the IPO on the 3 December 2020) in respect of corresponding period of the immediate preceding financial year.

5c. Date Payable

3 June 2022

5d. Books Closure Date

The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined:

13 May 2022, 5:00pm

F. Other Information Required by Listing Rule Appendix 7.2 (cont'd)

6. Interested person transactions

The Group has not obtained a general mandate from shareholders of the Company for Interested Person Transactions.

Other than what has been disclosed previously, there is no new IPT during H2 2021.

7. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

8. Review of performance of the Group – turnover and earnings

Please refer to point 2 above.

9. Disclosure of persons occupying managerial positions who are related to a director, CEO or substantial shareholder

Pursuant to Rule 704(13) of the Listing Manual, Credit Bureau Asia Ltd ("the Company") confirms that there is no person occupying a managerial position in the Company or in any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD

Kevin Koo
Executive Chairman & Chief Executive Officer

23 February 2022