



DISA Limited ("Company" and together with its subsidiaries, the "Group")  
(Company Registration No. 197501110N)

**Unaudited Financial Statements for the financial period ended 31 December 2020**

This announcement has been reviewed by the Company's Sponsor, SAC Capital Private Limited ("**Sponsor**"). This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited ("**SGX-ST**") and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

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**PART 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (1Q, 2Q & 3Q), HALF-YEAR AND FULL YEAR RESULTS**

1(a) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

1(a)(i) Consolidated Statement of Comprehensive Income

	Note	6 months ended 31 Dec 2020 \$'000	6 months ended 31 Dec 2019 \$'000 (Restated)	Increase/ Decrease %
<b>Revenue</b>		6,079	2,351	N.M.
<b>Other income</b>				
- Interest		8	105	(92.4)
- Others	2	333	43	N.M.
<b>Total revenue</b>		<u>6,420</u>	<u>2,499</u>	N.M.
<b>Expenses</b>				
Cost of inventories		(5,475)	(1,484)	N.M.
Subcontractor expenses		(10)	(500)	(98.0)
Depreciation expenses	1 & 2	(257)	(339)	(24.2)
Staff costs	1	(1,785)	(2,523)	(29.3)
Legal and professional expenses		(91)	(114)	(20.2)
Write-off of property, plant and equipment		(205)	-	N.M.
Loss on disposal of subsidiaries		-	(7,516)	N.M.
Other expenses	1 & 2	(485)	(578)	(16.1)
Finance costs	2	(24)	(46)	(47.8)
<b>Total expenses</b>		<u>(8,332)</u>	<u>(13,100)</u>	(36.4)
<b>Loss before tax</b>		(1,912)	(10,601)	(82.0)
Income tax expense		-	-	
<b>Loss for the financial period</b>		<u>(1,912)</u>	<u>(10,601)</u>	(82.0)
<b>Other comprehensive loss:</b>				
<i>Items that are or may be reclassified subsequently to profit or loss:</i>				
- Currency translation differences arising on consolidation		(3)	(11)	(72.7)
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
- Currency translation differences arising on consolidation		(2)	(3)	(33.3)
<b>Other comprehensive loss for the financial period, net of tax</b>		<u>(5)</u>	<u>(14)</u>	(64.3)
<b>Total comprehensive loss for the financial period</b>		<u>(1,917)</u>	<u>(10,615)</u>	(81.9)
<b>Loss attributable to:</b>				
Equity holders of the Company		(1,912)	(10,677)	(82.1)
Non-controlling interests		-	76	N.M.
<b>Loss for the financial period</b>		<u>(1,912)</u>	<u>(10,601)</u>	(82.0)
<b>Total comprehensive loss attributable to:</b>				
Equity holders of the Company		(1,915)	(10,688)	(82.1)
Non-controlling interests		(2)	73	N.M.
<b>Total comprehensive loss for the financial period</b>		<u>(1,917)</u>	<u>(10,615)</u>	(81.9)

N.M. - not meaningful



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**Unaudited Financial Statements for the financial period ended 31 December 2020**

1(a)(ii) Loss for the financial period is stated after charging/(crediting) the following:

	6 months ended <u>31 Dec 2020</u> \$'000	6 months ended <u>31 Dec 2019</u> \$'000 (Restated)
Interest expenses	24	46
Interest income	(8)	(105)
Depreciation expenses	257	339
Employee share-based payment expenses	620	403
Loss on disposal of subsidiaries	-	7,516
Gain on disposal of club membership	(40)	-
Loss on disposal of property, plant and equipment	5	-
Gain on lease modifications	(84)	(3)
Write-off of property, plant and equipment	205	-
Foreign exchange loss/(gain), net	145	(13)

Notes:

1. Certain items in 1H FY2020 were restated as the Group re-assessed all costs related to the enhancement of its core-technology capitalised as intangible assets at the end of FY2020 in accordance with the requirements of SFRS(I) 1-38 Intangible Assets and had determined it is more appropriate for such costs to be expensed off.

2. The Group restated items related to the adoption of SFRS(I)16 Leases for 1H FY2020.

	As previously reported	Effect of restatement		As current comparative
		Note 1	Note 2	
	Group	Group	Group	Group
	\$'000	\$'000	\$'000	\$'000
Other income	156	-	(8)	148
Depreciation expenses	(170)	37	(206)	(339)
Staff costs	(2,205)	(318)	-	(2,523)
Other expenses	(733)	(62)	217	(578)
Finance costs	(4)	-	(42)	(46)



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**Unaudited Financial Statements for the financial period ended 31 December 2020**

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

**Statements of Financial Position**

	<u>Group</u>		<u>Company</u>	
	As at	As at	As at	As at
	<u>31 Dec 2020</u>	<u>30 Jun 2020</u>	<u>31 Dec 2020</u>	<u>30 Jun 2020</u>
	\$'000	\$'000	\$'000	\$'000
<b>Non-current assets</b>				
Property, plant and equipment	402	1,121	205	737
Financial assets at fair value through other comprehensive income	150	150	-	-
Other non-current assets	7	164	-	-
<b>Total non-current assets</b>	<u>559</u>	<u>1,435</u>	<u>205</u>	<u>737</u>
<b>Current assets</b>				
Inventories	1,411	1,307	-	-
Trade and other receivables	1,406	1,423	7	217
Other current assets	265	360	290	287
Cash and bank balances	4,771	6,010	3,658	4,393
<b>Total current assets</b>	<u>7,853</u>	<u>9,100</u>	<u>3,955</u>	<u>4,897</u>
<b>Total assets</b>	<u>8,412</u>	<u>10,535</u>	<u>4,160</u>	<u>5,634</u>
<b>Non-current liabilities</b>				
Borrowings	214	440	103	388
<b>Total non-current liabilities</b>	<u>214</u>	<u>440</u>	<u>103</u>	<u>388</u>
<b>Current liabilities</b>				
Trade and other payables	160	259	72	136
Accruals	379	508	214	358
Borrowings	204	372	31	180
Provisions	-	137	-	137
<b>Total current liabilities</b>	<u>743</u>	<u>1,276</u>	<u>317</u>	<u>811</u>
<b>Total liabilities</b>	<u>957</u>	<u>1,716</u>	<u>420</u>	<u>1,199</u>
<b>Net assets</b>	<u>7,455</u>	<u>8,819</u>	<u>3,740</u>	<u>4,435</u>
<b>Equity</b>				
Share capital	58,680	58,680	58,680	58,680
Other reserves	5,131	4,514	5,133	4,513
Accumulated losses	(56,356)	(54,444)	(60,073)	(58,758)
Equity attributable to equity holders of the Company, total	7,455	8,750	3,740	4,435
Non-controlling interests	-	69	-	-
<b>Total equity</b>	<u>7,455</u>	<u>8,819</u>	<u>3,740</u>	<u>4,435</u>



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(Company Registration No. 197501110N)

**Unaudited Financial Statements for the financial period ended 31 December 2020**

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

**Amount repayable in one year or less, or on demand**

31 December 2020 (\$'000)		30 June 2020 (\$'000)	
Secured	Unsecured	Secured	Unsecured
31	-	30	-

**Amount repayable after one year**

31 December 2020 (\$'000)		30 June 2020 (\$'000)	
Secured	Unsecured	Secured	Unsecured
103	-	119	-

**Details of collateral**

As at 31 December 2020, total borrowings included secured liabilities of \$134,000 (30 June 2020: \$149,000) for the Group. The secured liabilities are secured by the rights to motor vehicles.



DISA Limited ("Company" and together with its subsidiaries, the "Group")  
(Company Registration No. 197501110N)

**Unaudited Financial Statements for the financial period ended 31 December 2020**

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

1(c)(i) **Consolidated Statement of Cash Flows**

	Note	6 months ended 31 Dec 2020 \$'000	6 months ended 31 Dec 2019 \$'000 (Restated)
<b>Cash flows from operating activities</b>			
Loss before tax	b & c	(1,912)	(10,601)
Adjustments for:			
Depreciation of property, plant and equipment	c	257	339
Employee share-based payment expenses		620	403
Gain on lease modifications	c	(84)	(3)
Interest expenses	c	24	46
Interest income	c	(8)	(105)
Loss on disposal of property, plant and equipment		5	-
Loss on derecognition of right-of-use assets	c	-	29
Loss on disposal of subsidiaries		-	7,516
Gain on disposal of club membership		(40)	-
Write-off of property, plant and equipment		205	-
Operating cash flows before movements in working capital		(933)	(2,376)
Inventories		(103)	(1,260)
Trade and other receivables		(30)	(1,029)
Other current assets		115	(679)
Trade and other payables		(224)	915
Currency translation adjustments		138	(46)
<b>Net cash used in operating activities</b>		<b>(1,037)</b>	<b>(4,475)</b>
<b>Cash flows from investing activities</b>			
Interest received	c	8	105
Purchase of property, plant and equipment		(16)	-
Net cash outflow to non-controlling interest on striking off of a subsidiary		(67)	-
Proceeds from disposal of property, plant and equipment		25	1
Proceeds from disposal of club membership		160	-
<b>Net cash generated from investing activities</b>		<b>110</b>	<b>106</b>
<b>Cash flows from financing activities</b>			
Interest paid	c	(24)	(46)
Increase in pledged fixed deposit		-	(3,000)
Repayment of lease liabilities	c	(219)	(207)
<b>Net cash used in financing activities</b>		<b>(243)</b>	<b>(3,253)</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(1,170)</b>	<b>(7,622)</b>
Cash and cash equivalents at beginning of the financial period		3,656	12,975
Effects of exchange rate changes on cash and cash equivalents		(69)	12
<b>Cash and cash equivalents at end of the financial period</b>	a	<b>2,417</b>	<b>5,365</b>

1(c)(ii) **Notes to Consolidated Statement of Cash Flows**

**Notes:**

a. For the purpose of the consolidated statement of cash flows, the consolidated cash and cash equivalents comprise the following:

	6 months ended 31 Dec 2020 \$'000	6 months ended 31 Dec 2019 \$'000
Cash at banks and on hand	1,617	4,090
Short-term bank deposits	3,154	4,325
Cash and bank balances per consolidated statement of financial position	4,771	8,415
Less: Deposits placed with banks as security	(2,354)	(3,050)
Cash and cash equivalents as presented in consolidated statement of cash flows	<b>2,417</b>	<b>5,365</b>



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**Unaudited Financial Statements for the financial period ended 31 December 2020**

b. Cash flow effect on the restatement of costs related to the enhancement of its core-technology from capitalisation to expenses for 1H FY2020.

c. Cash flow effect on the restatement of costs related to the adoption of SFRS(I)16 Leases for 1H FY2020.

	As previously reported	Effect of restatement		As current comparative
		Note b	Note c	
		Group	Group	
	\$'000	\$'000	\$'000	\$'000
<b>Cash flows from operating activities</b>				
Loss before tax	(10,219)	(344)	(38)	(10,601)
Amortisation of intangible asset	37	(37)	-	-
Depreciation of property, plant and equipment	133	-	206	339
Gain on lease modifications	-	-	(3)	(3)
Interest income	(98)	-	(7)	(105)
Interest expenses	4	-	42	46
Loss on derecognition of right-of-use assets	-	-	29	29
<b>Cash flows from investing activities</b>				
Interest received	98	-	7	105
Additions to intangible assets	(380)	380	-	-
<b>Cash flows from financing activities</b>				
Interest paid	(4)	-	(42)	(46)
Repayment of finance lease liabilities	(14)	-	14	-
Repayment of lease liabilities	-	-	(207)	(207)

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

**Statements of Changes in Equity**

**Group**

	Share capital \$'000	Currency translation reserve \$'000	Share option reserve \$'000	Capital reserve \$'000	Accumulated losses \$'000	Total \$'000	Non-controlling interests \$'000	Total equity \$'000
<b>1H FY2021</b>								
<b>Balance as at 1 July 2020</b>	58,680	1	4,272	241	(54,444)	8,750	69	8,819
Loss for the financial period	-	-	-	-	(1,912)	(1,912)	-	(1,912)
<b>Other comprehensive loss</b>								
Currency translation differences arising on consolidation	-	(3)	-	-	-	(3)	(2)	(5)
Total comprehensive loss for the financial period	-	(3)	-	-	(1,912)	(1,915)	(2)	(1,917)
Employee share option	-	-	620	-	-	620	-	620
Strike-off of a subsidiary	-	-	-	-	-	-	(67)	(67)
<b>Balance as at 31 December 2020</b>	<b>58,680</b>	<b>(2)</b>	<b>4,892</b>	<b>241</b>	<b>(56,356)</b>	<b>7,455</b>	<b>-</b>	<b>7,455</b>
<b>1H FY2020</b>								
<b>Balance as at 1 July 2019</b>	58,680	9	3,530	977	(41,404)	21,792	(9,659)	12,133
Loss for the financial period	-	-	-	-	(10,677)	(10,677)	76	(10,601)
<b>Other comprehensive loss</b>								
Currency translation differences arising on consolidation	-	(11)	-	-	-	(11)	(3)	(14)
Total comprehensive loss for the financial period	-	(11)	-	-	(10,677)	(10,688)	73	(10,615)
Employee share option	-	-	403	-	-	403	-	403
Disposal of subsidiaries	-	-	-	(736)	-	(736)	9,686	8,950
Waiver of amount due from non-controlling interest	-	-	-	-	-	-	(17)	(17)
<b>Balance as at 31 December 2019</b>	<b>58,680</b>	<b>(2)</b>	<b>3,933</b>	<b>241</b>	<b>(52,081)</b>	<b>10,771</b>	<b>83</b>	<b>10,854</b>



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(Company Registration No. 197501110N)

**Unaudited Financial Statements for the financial period ended 31 December 2020**

**Company**

	Share capital \$'000	Share option reserve \$'000	Capital reserve \$'000	Accumulated losses \$'000	Total equity \$'000
<b>1H FY2021</b>					
Balance as at 1 July 2020	58,680	4,272	241	(58,758)	4,435
Loss and total comprehensive loss for the financial period	-	-	-	(1,315)	(1,315)
Employee share option	-	620	-	-	620
<b>Balance as at 31 December 2020</b>	<b>58,680</b>	<b>4,892</b>	<b>241</b>	<b>(60,073)</b>	<b>3,740</b>
<b>1H FY2020</b>					
Balance as at 1 July 2019	58,680	3,530	241	(53,792)	8,659
Loss and total comprehensive loss for the financial period	-	-	-	(1,609)	(1,609)
Employee share option	-	403	-	-	403
<b>Balance as at 31 December 2019</b>	<b>58,680</b>	<b>3,933</b>	<b>241</b>	<b>(55,401)</b>	<b>7,453</b>

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

**A) Changes in share capital during the financial period**

There were no changes to the Company's issued and paid up share-capital since the end of the last reporting period.

**B) Share options - DISA Employee Share Option Scheme 2010 ("ESOS")**

As at beginning of the period  
Add: Share options granted  
Less: Share options forfeited  
As at end of the period

	1H FY2021	1H FY2020
As at beginning of the period	1,342,000,000	764,500,000
Add: Share options granted	-	756,000,000
Less: Share options forfeited	-	(104,500,000)
As at end of the period	1,342,000,000	1,416,000,000

Saved as disclosed, there were no other outstanding convertibles, treasury shares and subsidiary holdings as at 31 December 2020 and 31 December 2019.

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

Total number of ordinary issued shares excluding treasury shares of the Company

	31 Dec 2020	30 Jun 2020
Total number of ordinary issued shares excluding treasury shares of the Company	10,038,683,403	10,038,683,403

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

The Company does not have any treasury shares as at 31 December 2020 and 31 December 2019.

1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

The Company does not have any subsidiary holdings as at 31 December 2020 and 31 December 2019.

2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed by our auditors.

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

The figures have not been audited or reviewed by our auditors.



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**Unaudited Financial Statements for the financial period ended 31 December 2020**

**3A Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:-**

- a) Updates on the efforts taken to resolve each outstanding audit issue.  
b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.  
This is not required for any audit issue that is a material uncertainty relating to going concern.

Not Applicable.

While the Group's latest audited financial statements were subjected to qualified opinion by the Group's external auditor, Baker Tilly TFW LLP, the Company had subsequently sought a waiver from the Singapore Exchange Regulatory Pte Ltd ("SGX RegCo") in respect of compliance with Rule 705(2) of the Catalist Rules ("Waiver Application") and the SGX RegCo's approval on the Waiver Application was obtained on 25 November 2020.

An announcement on the aforementioned was released on 26 November 2020.

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

Except as disclosed under paragraph 5 below, the Group has applied the same accounting policies and methods of computation for the current financial year compared with the audited financial statements for the financial year ended 30 June 2020.

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

The Group has adopted the new/revised Singapore Financial Reporting Standards (International) ("SFRS (I)") that are effective for annual periods beginning on or before 1 July 2020. The adoption of these new/revised SFRS(I) did not result in any change to the Group's accounting policies or any significant impact on the financial statements.

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

**Loss per ordinary share (cents per share)**

- (i) Based on weighted average number of ordinary shares in issue  
(ii) On a fully diluted basis  
- Weighted average number of ordinary shares in issue  
- Adjusted weighted average number of ordinary shares in issue for diluted earnings per share

Group	
6 months ended 31 Dec 2020	6 months ended 31 Dec 2019
(0.02)	(0.11)
(0.02)	(0.11)
10,038,683,403	10,038,683,403
10,038,683,403	10,038,683,403

The computation of diluted loss per share does not adjust for the effects of the potential ordinary shares from DISA ESOS as they have an anti-dilutive effect on the loss per share calculation.

**7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-**

- (a) current financial period reported on; and (b) immediately preceding financial year.

Group		Company	
As at 31 Dec 2020	As at 30 Jun 2020	As at 31 Dec 2020	As at 30 Jun 2020
0.07	0.09	0.04	0.04

**Net asset value per ordinary share (cents per share)**

The net asset value per ordinary share attributable to owners of the Company is computed based on 10,038,683,403 issued shares (excluding treasury shares) as at 31 December 2020 and 30 June 2020.





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**Unaudited Financial Statements for the financial period ended 31 December 2020**

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-  
(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

**(A) Income Statement (Half Year Ended 31 December 2020 ("1H FY2021") versus Half Year Ended 31 December 2019 ("1H FY2020"))**

**i) Revenue**

Without taking into consideration the revenue of \$490,000 generated from the disposed Energy Management Services segment, the Group's revenue increased by 3-fold or \$4,218,000 from \$1,861,000 in 1H FY2020 to \$6,079,000 in 1H FY2021. The increase was mainly contributed from the sales of bundled and non-bundled semiconductor devices as well as the increase in the sales of DiSa codes.

**ii) Interest income**

Interest income decreased by \$97,000 or 92.4% from \$105,000 in 1H FY2020 to \$8,000 in 1H FY2021 due mainly to the decrease in fixed deposit interest income as the Group continues to expand its technology business and the lower interest from lease receivable.

**iii) Other income**

Other income increased by \$290,000 from \$43,000 in 1H FY2020 to \$333,000 in 1H FY2021. This was mainly attributable to the receipt of government grant on Job Support Scheme, gain on disposal of a club membership and gain on lease modification in 1H FY2021.

**iv) Costs and expenses**

The increase in cost of inventories was in line with the increase in revenue and the decrease in subcontractor expenses was mainly due to the disposal of Equation Energy Pte. Ltd. in 4Q FY2020.

Other costs and expenses for 1H FY2021 was \$2,847,000, a reduction of \$753,000 or 20.9% as compared to \$3,600,000 in 1H FY2020 (excluding the loss on disposal of a subsidiary of \$7,516,000). This was attributable to (i) lower staff costs of \$1,785,000 in 1H FY2021 against \$2,523,000 in 1H FY2020, achieved through the reduced headcounts within both the Group and the outsourced R&D team; (ii) lower depreciation charged as the Group derecognises the right-of-use asset due to an early termination of operating lease; (iii) lower legal and professional fee of \$91,000 in 1H FY2021 against \$114,000 in 1H FY2020, arising from the strike-off of Disa Insurance Company Limited in 1H FY2021 and (iv) decrease in other expenses from \$578,000 in 1H FY2020 to \$485,000 in 1H FY2021, achieve mainly from the lower research and development expenses, travelling and accommodation expenses, directors' fee and adjustment for the over-accrued printing cost for FY2020 annual report and the absence of banker guarantee issuance fee in 1H FY2021. The decrease was partially offset by the write-off of office renovation cost of \$205,000 and the loss on foreign currency exchange of \$145,000.

**(B) Statements of Financial Position**

Total assets of the Group decreased by \$2,123,000 or 20.2% from \$10,535,000 as at 30 June 2020 to \$8,412,000 as at 31 December 2020. This was mainly due to a decrease in:

- (i) property, plant and equipment from the derecognition of right-of-use asset of \$257,000, write-off of office renovation cost of \$205,000 and the depreciation charged of \$257,000;
- (ii) other non-current and current asset due to the disposal of club membership and the receipt of lease receivable; and
- (iii) cash and bank balances by \$1,239,000. Refer to explanation in "8(C) Cash Flows" below.

The decrease was partially offset by the increase of \$104,000 in inventories.

Total liabilities of the Group as at 31 December 2020 decreased by \$759,000 from 30 June 2020 due to (i) decrease in trade and other payables as the Group recognised deferred Job Support Scheme grant income through profit or loss; (ii) decrease in accruals as lower operating expenses were being accrued; and (iii) decrease in borrowings from the repayment of hire purchase loan and lease liabilities.

**(C) Cash Flows**

Cash and cash equivalents decreased by \$1,239,000 in 1H FY2021 mainly due to the payment of operating expenses. Net cash generated from investing activities was derived from the proceeds from the disposal of club membership of \$160,000 and offset by a return of capital contribution to a minority shareholder of \$67,000 upon liquidation of Disa Insurance Company Limited during 1H FY2021. The net cash used in financing activities was arising mainly from the repayment of lease liabilities.

The Group ended 1H FY2021 with a cash and bank balances of \$4,771,000, which includes \$2,354,000 in pledged fixed deposits.



DISA Limited ("Company" and together with its subsidiaries, the "Group")  
(Company Registration No. 197501110N)

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**Unaudited Financial Statements for the financial period ended 31 December 2020**

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

No forecast or prospect statement was disclosed to shareholders previously.

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

The Group recorded a revenue of \$6,079,000, an increase of 3-fold, or \$4,218,000 as compared to 1H FY2020. The onboarding process of new retailers in the United States ("US") continues to be slow as the COVID-19 situation in US remains fluid.

The Group will continue to maintain its focus on the technology related business opportunities and exercise financial prudence as it continues its research effort to further enhance its asset protection solution to cater for a wider range of retailer need and to remain competitive. The Group is also looking at greater engagement in ultra-violet applications, including design and development, as part of adaptation and mitigation of the impact and effects of the pandemic.

The Group will also continue to leverage on its core technology to develop new applications for digital footprint tagging for other products.

**11. Dividend**

**(a) Current financial period reported on.**

Any dividend declared for the current financial period reported on?

None.

**(b) Corresponding period of the immediately preceding financial year.**

Any dividend declared for the corresponding period of the immediately preceding financial year?

None.

**(c) Date payable**

Not applicable.

**(d) Record date**

Not applicable.

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

No dividend has been recommended for 1H FY2021 in view that the Company was loss making and the Board will re-assess the Company's dividend policy as part of its capital allocation decision when it is profitable.

**13. If the group has obtained a general mandate from shareholder for interested person transactions ("IPT"), the aggregate value of such transactions are required under Rule 920 (1)(a)(ii) of the Catalist Rules. If no IPT mandate has been obtained a statement to that effect.**

The Company has not obtained a general mandate from shareholders for IPTs.

**14. Confirmation that the issuer has procured undertakings from all its directors and executive officers under Rule 720(1) of the Catalist Rules.**

The Company has procured undertakings from all its directors and executive officers in the format set out in Appendix 7H under Rule 720(1) of the Catalist Rules.

**BY ORDER OF THE BOARD**

**CHNG WENG WAH**  
Managing Director/Chief Executive Officer

9 February 2021

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DISA Limited ("Company" and together with its subsidiaries, the "Group")  
(Company Registration No. 197501110N)

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**Unaudited Financial Statements for the financial period ended 31 December 2020**

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**NEGATIVE ASSURANCE CONFIRMATION PURSUANT TO RULE 705(5) OF THE SGX-ST LISTING MANUAL SECTION B: RULES OF CATALIST**

The Board of Directors of the Company confirms that, to the best of its knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the financial results for the financial period ended 31 December 2020 to be false or misleading in any material aspect.

For and on behalf of the Board of Directors

**CHNG WENG WAH**  
Managing Director/Chief Executive Officer

9 February 2021

**LAU KAY HENG**  
Non-Executive and Independent Director