



FINANCIAL STATEMENTS

For the six months ended 30 September 2023

About 8I Holdings Limited

8I Holdings is an Australia-listed investment holding company committed to strategic holdings management.

With a vision centred on empowering growth and transforming lives, 8I dedicates its efforts to creating a positive impact and fostering empowerment.

Our Vision

Empowering Growth and Transforming Lives

Our Mission

Empowering Everyone Towards Sustainable Wealth

FINANCIAL AND OPERATIONS REVIEW

For the financial period ended 30 September 2023

For the financial period ended on 30 September 2023 (“HY2024”), we find ourselves navigating through tumultuous waters, facing unyielding challenges amidst a backdrop of highly volatile market conditions. These formidable obstacles continue to exert their influence on the Group's performance in the face of an ever-evolving global economic landscape.

Throughout the previous financial year (“FY2023”), the global economic terrain bore witness to an unprecedented surge in inflation rates, affecting a multitude of sectors. This surge in inflation, born from a convergence of factors including energy crises, supply chain disruptions, decelerating economic growth, and heightened financial market volatility, reverberated across the globe. Prompted by these developments, central banks, including the Federal Reserve, took swift measures with aggressive interest rate hikes to curb demand and mitigate the escalating pressures of inflation.

Unfortunately, these enduring market challenges have persisted in HY2024, and continue to cast a shadow on our financial performance. In FY2024, our Group reported a revenue of S\$16.3 million, signifying a substantial decrease as compared to the previous corresponding period. This decline can primarily be attributed to the underperformance of our FinEduTech segments, which encountered headwinds emanating from the turbulent market environment. It is noteworthy, however, that there was a reduction in losses due to the extensive restructuring and cost-management initiatives rolled out Group-wide since January 2023. Nevertheless, cash positions have experienced a significant reduction, primarily resulting from decreased revenue, the impact of the market downturn, shifts in consumer behaviour, and a general increase in marketing costs within our FinEduTech business.

In response to these formidable challenges, we embarked on a comprehensive series of corporate restructuring initiatives since the beginning of 2023. The overarching objective was crystal clear: to streamline our operations, enhance efficiency, and navigate these turbulent waters with unwavering resilience.

Over the past half-decade, our fund management segment has encountered limited growth, accompanied by a gradual waning of investor interest in favour of multi-asset strategies and ETFs. Furthermore, the performance of actively managed funds within this segment fell short of our expectations, compounded by the burden of high expense ratios and challenges in attracting new investments.

Consequently, towards the conclusion of FY2023, we made the tough yet imperative decision to wind down the Fund Management segment, marking the cessation of operations for Hidden Champion Fund and 8IH VCC. This strategic pivot also led to the deregistration of VI Fund Management Pte Ltd from the Monetary Authority of Singapore (MAS). These strategic moves have empowered us to allocate our resources more effectively towards arenas that are better suited to our strategic positioning moving forward.

FINANCIAL AND OPERATIONS REVIEW

For the financial period ended 30 September 2023

Furthermore, we launched a workforce reduction initiative, aimed at optimizing operational efficiency, and this effort has persisted into HY2024, resulting in a total reduction of more than 70% in our global workforce.

In a comprehensive review of our overall business structure, with the twin objectives of enhancing liquidity and paving the way for long-term shareholder value, we proposed and subsequently secured shareholders' approval for a capital reduction and in-specie distribution of 8VI Holdings ("8VI") CHESS Depositary Interests ("CDI") in HY2024. On November 8, 2023, we successfully completed this in-specie distribution of 8VI CDIs to 8IH shareholders. This transformative step marks the conclusion of 8VI's status as a subsidiary of the Group and underscores our resolute dedication and focus on listed securities investment instead.

Looking forward, our focus on listed securities investment with internal funds will take on a strategic approach emphasizing a well-balanced diversification strategy combining broadly diversified ETFs with high-conviction stock picking. This approach aims to enhance portfolio returns while effectively managing risk. The fusion of ETFs and stock picking offers a dynamic approach to wealth creation, potentially generating excess returns over the broader market.

In these testing times, we remain acutely aware of the profound challenges that lie ahead. However, with unwavering resilience as our guiding force, we are steadfast in our commitment to charting a course through these turbulent waters. Our primary focus remains on preserving and advancing the best interests of our valued shareholders.

DIRECTORS' STATEMENT

For the financial period ended 30 September 2023

In the opinion of the directors,

- (a) to the best of our knowledge, nothing has come to the attention of the Board of Directors of 8I Holdings Limited (the "Company") which may render the accompanying condensed interim consolidated financial information for the six months ended 30 September 2023 to be false or misleading; and
- (b) at the date of this statement, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

On behalf of the directors



Chee Kuan Tat, Ken
Director

30 November 2023



Clive Tan Che Koon
Director



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REPORT ON REVIEW OF CONDENSED INTERIM CONSOLIDATED FINANCIAL INFORMATION TO THE MEMBERS OF 8I HOLDINGS LIMITED

Introduction

We have reviewed the accompanying condensed interim consolidated statement of financial position of 8I Holdings Limited and its subsidiaries (the "Group") as of 30 September 2023 and the related condensed interim consolidated statements of comprehensive income, changes in equity and cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of this interim financial information in accordance with Financial Reporting Standards in Singapore, Interim Financial Reporting ("FRSs 34"). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with Singapore Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Singapore Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim consolidated financial statements does not give a true and fair view of the consolidated financial position of the Group as at 30 September 2023, and of its consolidated financial performance, its consolidated changes in equity and its consolidated cash flows for the six-month period then ended in accordance with FRSs 34.

KLP LLP
Public Accountants and
Chartered Accountants

Singapore, 30 November 2023

CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Interim Financial Report for the financial period ended 30 September 2023

	Note	Half-year ended 30 Sep 2023 S\$	Half-year ended 30 Sep 2022 S\$
Continuing operations			
Investment losses	4	(96,389)	(1,341,915)
Other gains		-	565,414
Other income	5	723,015	614,310
Expenses			
- Administrative expenses		(929,724)	(1,880,704)
- Other operating expenses		(170,483)	(72,421)
- Finance costs		(14,000)	(16,065)
Share of (loss)/profit from investment in associate		(634,522)	157,152
Loss before income tax		(1,122,103)	(1,974,229)
Income tax expense	8	-	-
Loss from continuing operations		(1,122,103)	(1,974,229)
Discontinued operations			
Loss from discontinued operations (net of tax)	7	(2,283,395)	(5,966,826)
Loss for the period		(3,405,498)	(7,941,055)
Other comprehensive income:			
Items that may be reclassified subsequently to profit or loss:			
- Currency translation differences arising from consolidation		354,368	501,898
Items that will not be reclassified subsequently to profit or loss:			
- Financial (loss)/gain, at FVOCI		(5,121)	28,152
Other comprehensive income, net of tax		349,247	530,050
Total comprehensive loss for the period		(3,056,251)	(7,411,005)
Loss attributable to:			
- Equity holders of the Company			
- from continuing operations		(1,122,103)	(1,974,229)
- from discontinued operations		(1,580,715)	(5,075,131)
- Non-controlling interests		(702,680)	(891,695)
		(3,405,498)	(7,941,055)
Total comprehensive loss attributable to:			
- Equity holders of the Company			
- from continuing operations		(845,363)	(1,946,128)
- from discontinued operations		(1,510,398)	(4,559,689)
- Non-controlling interests		(700,490)	(905,188)
		(3,056,251)	(7,411,005)

The accompanying notes form an integral part of these financial statements.

CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME*Interim Financial Report for the financial period ended 30 September 2023*

		Half-year ended 30 Sep 2023 S\$	Half-year ended 30 Sep 2022 S\$
Note			
Loss per share for loss from continuing and discontinued operations attributable to owners of the Company (\$ per share)			
Basic earnings			
	6	(0.0031)	(0.0055)
	6	(0.0044)	(0.0142)
Diluted earnings			
	6	(0.0031)	(0.0050)
	6	(0.0044)	(0.0129)

The accompanying notes form an integral part of these financial statements.

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As At 30 September 2023

	Note	30 Sep 2023 S\$	31 Mar 2023 S\$
ASSETS			
Current assets			
Cash and cash equivalents		8,321,938	20,406,258
Financial assets, at FVPL		2,453,051	3,500,665
Trade and other receivables	9	976,601	3,175,639
Current income tax asset		-	535,868
		11,751,590	27,618,430
Assets of disposal group classified as held-for-sale	7	12,027,637	-
		23,779,227	27,618,430
Non-current assets			
Property, plant and equipment		1,100,547	5,902,486
Financial assets, at FVOCI		628,728	687,690
Investment in associate		710,882	-
		2,440,157	6,590,176
Total assets		26,219,384	34,208,606
LIABILITIES			
Current liabilities			
Trade and other payables		278,303	1,712,890
Lease liabilities		165,627	764,607
Bank borrowing		-	342,513
Current income tax liabilities		-	184,100
Contract liabilities	10	-	8,731,221
		443,930	11,735,331
Liabilities directly associated with disposal group classified as held-for-sale	7	11,138,257	-
		11,582,187	11,735,331
Non-current liabilities			
Trade and other payables		-	169,460
Lease liabilities		774,476	3,489,124
Bank borrowing		-	57,086
Contract liabilities	10	-	1,296,564
		774,476	5,012,234
Total liabilities		12,356,663	16,747,565
NET ASSETS		13,862,721	17,461,041
EQUITY			
Capital and reserves attributable to owners of the Company			
Share capital		33,731,412	33,731,412
Treasury shares		(715,615)	(209,883)
Other reserves		(14,668,290)	(14,953,905)
Accumulated losses		(4,830,252)	(2,127,434)
		13,517,255	16,440,190
Non-controlling interests		345,466	1,020,851
Total equity		13,862,721	17,461,041

The accompanying notes form an integral part of these financial statements.

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Interim Financial Report for the financial period ended 30 September 2023

Group										
Opening balance as at 1 Apr 2023	33,731,412	(209,883)	(12,260,086)	(637,899)	(2,619,240)	563,320	(2,127,434)	16,440,190	1,020,851	17,461,041
Loss for the period	-	-	-	-	-	-	(2,702,818)	(2,702,818)	(702,680)	(3,405,498)
Other comprehensive income for the period	-	-	(5,121)	352,178	-	-	-	347,057	(2,190)	349,247
Total comprehensive loss for the period	-	-	(5,121)	352,178	-	-	(2,702,818)	(2,355,761)	(700,490)	(3,056,251)
Share buy-back	-	(505,732)	-	-	-	-	-	(505,732)	-	(505,732)
Concentration of subsidiaries without change in control	-	-	-	-	(61,442)	-	-	(61,442)	25,105	(36,337)
Total transactions with owners of the Company, recognised directly in equity	-	(505,732)	-	-	(61,442)	-	-	(567,174)	25,105	(542,069)
Closing balance as at 30 Sep 2023	33,731,412	(715,615)	(12,265,207)	(285,721)	(2,680,682)	563,320	(4,830,252)	13,517,255	345,466	13,862,721

The accompanying notes form an integral part of these financial statements.

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Interim Financial Report for the financial period ended 30 September 2023

Group										
Opening balance as at 1 Apr 2022	33,731,412	(209,883)	(11,395,395)	(572,635)	(2,229,579)	1,751,284	10,406,223	31,481,427	3,311,085	34,792,512
Loss for the period	-	-	-	-	-	-	(7,049,360)	(7,049,360)	(891,695)	(7,941,055)
Other comprehensive income for the period	-	-	28,152	515,391	-	-	-	543,543	(13,493)	530,050
Total comprehensive loss for the period	-	-	28,152	515,391	-	-	(7,049,360)	(6,505,817)	(905,188)	(7,411,005)
Value of employee services	-	-	-	-	-	759,336	-	759,336	7,755	767,091
Concentration of subsidiaries without change in control	-	-	-	-	(227,768)	8,873	-	(218,895)	(76,295)	(295,190)
Total transactions with owners of the Company, recognised directly in equity	-	-	-	-	(227,768)	768,209	-	540,441	(68,540)	471,901
Closing balance as at 30 Sep 2022	33,731,412	(209,883)	(11,367,243)	(57,244)	(2,457,347)	2,519,493	3,356,863	25,516,051	2,337,357	27,853,408

The accompanying notes form an integral part of these financial statements.

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

Interim Financial Report for the financial period ended 30 September 2023

	Half-year ended 30 Sep 2023 S\$	Half-year ended 30 Sep 2022 S\$
Cash flows from operating activities		
Loss for the period	(3,405,498)	(7,941,055)
Adjustments for:		
- Income tax (credit)/expense from discontinued operations	(112,717)	31,788
- Net fair value loss of investment securities held at fair value through profit or loss	73,234	3,529,344
- Net loss on disposal of investment securities held at fair value through profit or loss	-	1,232,336
- Dividend income	(12,719)	(114,790)
- Interest income	(151,969)	(46,430)
- Depreciation of property, plant and equipment	686,960	833,115
- Amortisation of intangible assets	-	534,590
- Property, plant and equipment written off	40,727	-
- Allowance for credit loss allowance	-	2,516
- Finance costs	66,391	79,081
- Employee share plan expense	-	767,091
- Share of loss attributable to the unit holders of redeemable participating shares	-	(1,538,840)
- Exchange differences	189,901	333,391
	(2,625,690)	(2,297,863)
Change in working capital:		
- Trade and other receivables	788,696	400,276
- Financial assets, at FVPL	(68,370)	10,956,351
- Trade and other payables	246,395	736,782
- Contract liabilities	(3,804,200)	(420,028)
Cash (used in)/generated from operations	(5,463,169)	9,375,518
Interest received	151,969	46,430
Dividend received	12,719	114,790
Income tax paid	(133,176)	(183,147)
Net cash (used in)/provided by operating activities	(5,431,657)	9,353,591
Cash flows from investing activities		
Purchase of non-controlling interest without a change in control	(70,000)	(371,146)
Additions to property, plant and equipment	(13,118)	(162,767)
Additions to intangible assets	-	(680,517)
Additions of financial assets through other comprehensive income	-	(571,230)
Net cash used in investing activities	(83,118)	(1,785,660)
Cash flows from financing activities		
Shares buy-back	(505,732)	-
Repayment of principal portion of lease liabilities	(425,198)	(415,306)
Proceeds from issuance of subsidiary's share	50,000	-
Repayment of principal portion of bank borrowings	(169,173)	(164,524)
Interest paid	(66,391)	(79,081)
Net proceeds paid to fund's non-controlling unit holders	-	(521,111)
Net cash used in financing activities	(1,116,494)	(1,180,022)
Net (decrease)/increase in cash and cash equivalents	(6,631,269)	6,387,909
Cash and cash equivalents at the beginning of financial period	20,406,258	26,348,010
Effect of currency translation on cash and cash equivalents	201,256	724,038
Cash and cash equivalents at the end of financial period	13,976,245	33,459,957

The accompanying notes form an integral part of these financial statements.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Interim Financial Report For the financial period ended 30 September 2023

1. Corporate information

8I HOLDINGS LIMITED (the "Company") is listed on the Australian Securities Exchange and incorporated and domiciled in Singapore. The address of its registered office and principal place of business is 1557 Keppel Road #01-01 Singapore 089066.

The principal activities of the Company are investment trading and management consultancy services. The principal activities of its subsidiaries are as follows:

Name	Principal activities	Country of business/ incorporation	Proportion of ordinary shares directly held by parent		Proportion of ordinary shares held by the Group		Proportion of ordinary shares held by non-controlling interests	
			30 Sep 2023	31 Mar 2023	30 Sep 2023	31 Mar 2023	30 Sep 2023	31 Mar 2023
			%	%	%	%	%	%
<u>Held by the Company</u>								
8 Investment Pte. Ltd.	Business management consultancy	Singapore	100	100	100	100	-	-
VI Fund Management Pte. Ltd.	Dormant	Singapore	100	100	100	100	-	-
8IH VCC	Dormant	Singapore	100	100	100	100	-	-
8IH Global Limited	Dormant	Mauritius	100	100	100	100	-	-
<u>Held through 8IH Global Limited</u>								
Hidden Champions Fund	Dormant	Mauritius	-	-	100	100	-	-

The Group classified its 79.6%-owned subsidiary, 8VI Holdings Limited and its subsidiaries to disposal group held for sale during the period (Note 7).

2. Basis of preparation and changes in accounting policies

The condensed interim consolidated financial information for the half-year ended 30 September 2023 has been prepared in accordance with FRS 34, Interim Financial Reporting.

The condensed interim consolidated financial information does not include all the notes of the type normally included in annual financial statements. Accordingly, this report is to be read in conjunction with the annual financial statements as at 31 March 2023 and any public announcements made by 8I Holdings Limited during the interim reporting period.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

The financial statements are presented in Singapore Dollars (SGD or S\$).

3. Significant accounting judgement and estimates

The preparation of the Group's condensed interim consolidated financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

3.1 Critical judgements in applying the entity's accounting policies

Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Interim Financial Report For the financial period ended 30 September 2023

4. Investment losses

	Half-year ended 30 Sep 2023 S\$	Half-year ended 30 Sep 2022 S\$
Fair value loss on investment securities	(106,221)	(1,348,955)
Dividend income	9,832	7,040
	(96,389)	(1,341,915)

5. Other income

	Half-year ended 30 Sep 2023 S\$	Half-year ended 30 Sep 2022 S\$
Other income		
Interest income	141,194	19,521
Government grants	9,420	4,956
Management and consultancy income	572,240	588,000
Others	161	1,833
	723,015	614,310

6. Earnings per share

(a) Basic earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial period.

	<u>Continuing operations</u>		<u>Discontinued operations</u>		<u>Total</u>	
	Half-year ended 30 Sep 2023	Half-year ended 30 Sep 2022	Half-year ended 30 Sep 2023	Half-year ended 30 Sep 2022	Half-year ended 30 Sep 2023	Half-year ended 30 Sep 2022
Net loss attributable to equity holders of the Company (S\$)	(1,122,103)	(1,974,229)	(1,580,715)	(5,075,131)	(2,702,818)	(7,049,360)
Weighted average number of ordinary shares outstanding for basic earnings per share	357,305,747	357,355,994	357,305,747	357,355,994	357,305,747	357,355,994
Basic earnings per share (S\$ per share)	(0.0031)	(0.0055)	(0.0044)	(0.0142)	(0.0076)	(0.0197)

(b) Diluted earnings per share

For the purpose of calculating diluted earnings per share, profit attributable to equity holders of the Company and the weighted average number of ordinary shares outstanding are adjusted for the effects of all dilutive potential ordinary shares. The Company has one category of dilutive potential ordinary shares: performance rights.

The weighted average number of shares on issue has been adjusted as if all dilutive performance rights were exercised. Diluted earnings per share for continuing operations and discontinued operations attributable to equity holders of the Company is calculated as follows:

	<u>Continuing operations</u>		<u>Discontinued operations</u>		<u>Total</u>	
	Half-year ended 30 Sep 2023	Half-year ended 30 Sep 2022	Half-year ended 30 Sep 2023	Half-year ended 30 Sep 2022	Half-year ended 30 Sep 2023	Half-year ended 30 Sep 2022
Net loss attributable to equity holders of the Company (S\$)	(1,122,103)	(1,974,229)	(1,580,715)	(5,075,131)	(2,702,818)	(7,049,360)
Weighted average number of ordinary shares outstanding for basic earnings per share	357,305,747	357,355,994	357,305,747	357,355,994	357,305,747	357,355,994
Adjustments for performance rights	-	35,000,000	-	35,000,000	-	35,000,000
	357,305,747	392,355,994	357,305,747	392,355,994	357,305,747	392,355,994
Diluted earnings per share (S\$ per share)	(0.0031)	(0.0050)	(0.0044)	(0.0129)	(0.0076)	(0.0180)

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Interim Financial Report For the financial period ended 30 September 2023

7. Discontinued operations and disposal group classified as held for sale

On 26 September 2023, the Company's shareholders ("Shareholders") approved the transfer of 33,367,438 CHES Depository Interests ("CDIs") of 8VI Holdings Limited ("8VI") to the Shareholders pursuant to a capital reduction by way of an in-specie distribution being the subject of the capital reduction resolution presented in the extraordinary general meeting. The entire assets and liabilities related to 8VI and its subsidiaries was presented as a disposal group classified as held-for-sale as at 30 September 2023, and the entire results from 8VI and its subsidiaries was presented separately on the statement of comprehensive income as "Discontinued operations" for the period year ended 30 September 2023. The disposal group was previously presented under the "component parts" reportable segment of the Group (Note 13). The disposal was completed on 8 November 2023.

In the previous financial year, the Group wound down the fund management business and perform compulsory redemption of all participating shares held by unit holders of Hidden Champions Fund and 8IH VCC ("Funds") at the price per participating share equal to the prevailing Funds' net asset value per share in accordance with the funds' constitutions and private placement memorandums. The entire results for the fund management business was presented separately on the consolidated statement of comprehensive income as "Discontinued operations" for the half-year ended 30 September 2022. The discontinued exercise was completed by 31 March 2023.

- (a) The results of the discontinued operations and the re-measurement of the disposal group are as follows:

	Half-year ended 30 Sep 2023 S\$	Half-year ended 30 Sep 2022 S\$
Revenue	4,526,688	10,204,856
Investment gain/(losses)	35,874	(3,304,975)
Expenses	(955,283)	(1,458,322)
Loss before tax from discontinued operations	(2,396,112)	(5,935,041)
Income tax credit/(expense)	112,717	(31,788)
Loss after tax from discontinued operations	(2,283,395)	(5,966,829)
Pre-tax loss recognised on the remeasurement of disposal group to fair value less costs to sell	-	-
Income tax expense	-	-
Post-tax loss recognised on the remeasurement of disposal group to fair value less costs to sell	-	-
Loss for the period from discontinued operations	(2,283,395)	(5,966,829)

- (b) The impact of the discontinued operations on the cash flows of the Group was as follows:

	Half-year ended 30 Sep 2023 S\$	Half-year ended 30 Sep 2022 S\$
From operating activities	(5,974,624)	7,514,989
From Investing activities	(83,118)	(1,785,660)
From Financing activities	(610,762)	(1,180,022)
Net cash (outflow)/inflow	(6,668,504)	4,549,307

- (c) Details of the assets of disposal group classified as held-for-sale were as follows:

	30 Sep 2023 S\$
Cash and cash equivalents	5,654,307
Financial assets, at FVPL	1,410,343
Trade and other receivables	1,042,750
Current income tax asset	597,661
Property, plant and equipment	3,974,702
Financial assets, at FVOCI	58,756
Investment in associate	(710,882)
	12,027,637

- (d) Details of the liabilities directly associated with disposal group classified as held-for-sale were as follows:

	30 Sep 2023 S\$
Trade and other payables	1,850,442
Lease liabilities	2,833,804
Bank borrowing	230,426
Contract liabilities	6,223,585
	11,138,257

- (e) Cumulative income recognised in other comprehensive income relating to disposal group classified as held-for-sale were as follows:

	30 Sep 2023 S\$
Currency translation differences	72,507

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Interim Financial Report For the financial period ended 30 September 2023

8. Income taxes

Income tax expense is recognised based on management's estimate of the weighted average effective annual income tax rate expected for the full financial year.

9. Trade and other receivables

	30 Sep 2023 S\$	31 Mar 2023 S\$
Current		
Trade receivables		
- Non-related parties	-	107,252
- Disposal group classified as held for sale	817,555	-
Other receivables		
- Non-related parties	333,244	238,202
- Others	994	664,318
Deposits (including cash reserves)	-	879,348
Prepayments	50,370	1,579,083
Credit loss allowance	(225,562)	(292,564)
	<u>976,601</u>	<u>3,175,639</u>

Trade receivables are non-interest bearing and are generally on 30 to 60 days' terms (31.03.2023: 30 to 60 days' term). There is no other class of financial assets that is past due and/or impaired except for trade receivables.

Included in current deposits as at 31 March 2023 are bankers' guarantees of S\$190,000 and S\$218,000 as required by Global Payments Asia Pacific (Hong Kong Holding) Limited and Green World FinTech Service Co., Ltd. respectively in order to provide services in accordance to the merchant agreements.

Included in other receivables are unsecured loans to third parties of S\$225,562 (31.03.2022: 225,562). The loans were past due and full allowance for credit losses were made.

10. Contract liabilities

	30 Sep 2023 S\$	31 Mar 2023 S\$
Current		
Advances from customer	-	8,731,221
Non-current		
Advances from customer	-	1,296,564
	<u>-</u>	<u>10,027,785</u>

Advances from customer represent revenue received from customers but not yet recognised to the profit or loss as service has yet to be rendered as at reporting date.

11. Related party transactions

In addition to the information disclosed elsewhere in the financial statements, the following transactions took place between the Group and related parties at terms agreed between the parties during the financial period:

(a) Transactions with related parties

	Half-year ended 30 Sep 2023 S\$	Half-year ended 30 Sep 2022 S\$
Purchases of goods and services from other related party	<u>174,000</u>	<u>58,000</u>

Other related party comprise of a company which a Group's key management's close family member has significant influence.

(b) Directors and key management personnel compensation

	Half-year ended 30 Sep 2023 S\$	Half-year ended 30 Sep 2022 S\$
Wages, salaries and fees	387,240	622,400
Employer's contribution to defined contribution plans, including Central Provident Fund	24,531	30,600
Employee share plan	-	757,977
	<u>411,771</u>	<u>1,410,977</u>

12. Fair value of assets and liabilities

(a) Fair value hierarchy

The Group categorised fair value measurements using a fair value hierarchy that is dependent on the valuation inputs used as follows:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (Level 2); and
- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

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

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12. Fair value of assets and liabilities (continued)

(b) Financial instruments measured at fair value

The following table shows an analysis of each class of financial instruments measured at fair value at the end of the reporting period:

Fair value measurements at the end of the reporting period using				
	Quoted prices in active markets for identical instruments <u>Level 1</u> S\$	Significant observable inputs other than quoted prices <u>Level 2</u> S\$	Unobservable inputs <u>Level 3</u> S\$	<u>Total</u> S\$
As at 30 Sep 2023				
Assets measured at fair value				
Financial assets:				
Financial assets, at FVPL	2,453,051	-	-	2,453,051
Financial assets, at FVOCI	-	-	628,728	628,728
Financial assets as at 30 Sep 2023	2,453,051	-	628,728	3,081,779
As at 31 Mar 2023				
Assets measured at fair value				
Financial assets:				
Financial assets, at FVPL	3,500,665	-	-	3,500,665
Financial assets, at FVOCI	6,256	-	681,434	687,690
Financial assets as at 31 Mar 2023	3,506,921	-	681,434	4,188,355

There were no transfers between levels 1 and 2 during the period.

The fair value of financial instruments traded in active markets (such as fair value through profit and loss and financial assets through other comprehensive income) is based on quoted market prices at the reporting date. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in Level 1.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. The Group uses a variety of methods and makes assumptions that are based on market conditions existing at each balance sheet date. Where a valuation technique for these instruments is based on significant unobservable inputs, such instruments are classified as Level 3. Level 3 instruments include unquoted equity securities which fair values are measured based on Guideline Public Company Method, a market approach which values the underlying investee based on trading multiples derived from publicly traded companies that are similar to the investee. The steps taken in applying the Guideline Public Company Method include identifying comparable public companies, adjusting the guideline public company multiples for differences in the size and risk of these companies compared to the investee, and then applying the adjusted pricing multiples from the representative companies.

The carrying amount less impairment provision of trade receivables and payables are assumed to approximate their fair values.

13. Segment information

The continuing operations of the Group operates in a single business segment and operates primarily as a unified entity. Management has assessed the business activities and organizational structure and determined that the Group's continuing operations are not comprised of distinct business segments as defined by the relevant accounting standards.

As a result, the Company is not required to disclose segment information in accordance with FRS 8, Operating Segments. The operating decisions are made and performance is evaluated on a consolidated basis. Therefore, no separate segment reporting is presented in these financial statements.

The financial information presented in the consolidated financial statements represents the entire activities of the Group, and the management believes that such presentation provides a comprehensive view of the Company's financial position, results of operations, and cash flows.



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