

DATAPULSE TECHNOLOGY LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No: 198002677D)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL

Datapulse Technology Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) was placed on the watch-list (the “**Watch-list**”) under financial entry criteria pursuant to Rule 1313 of the Listing Manual (the “Listing Manual”) of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) on 6 June 2023.

Pursuant with Rule 1313(2) of the SGX-ST Listing Manual, the Board of Directors of the Company (the “**Board**”) would like to provide a quarterly update on the financial performance of the Group and the Company and its efforts in meeting the financial exit criteria.

Update on Financial Performance

The Group’s main revenue generating asset is our hotel, Travelodge Myeongdong City Hall (“**TLMC**”) in Seoul, South Korea.

For the financial year ended 31 July 2023 (“**FY2023**”), the Group’s revenue increased by 133% to \$4.47 million, compared to \$1.92 million the year before. The increase in turnover of \$2.55 million was mainly due to reduction in travel restrictions contributing to better occupancy and higher average room rates.

The Group recorded a loss after tax of \$1.17 million for FY2023 compared to a loss after tax of \$3.31 million in the financial year ended 31 July 2022.

Update on Future Direction and efforts for Satisfying Financial Exit Criteria

The hospitality industry in South Korea expects to recover further from the Covid-19 pandemic with the return of Chinese tourists (the most significant source of tourists to South Korea before the Covid-19 pandemic) after the Chinese Government announced the lifting of Covid-19 era restriction on group tours to South Korea and other countries such as United States of America, Japan and Australia on 10 August 2023.

Despite positive signs of a recovery in hospitality industry in South Korea, the Group continues to face challenges such as foreign exchange risk, inflationary cost pressures, manpower crunch and other economic uncertainties resulting from the on-going geopolitical tension between United States of America and China as well as the conflict between Russia and Ukraine.

The Group will continue to focus on the growth of its hotel revenue and will continue to explore and executing strategies to overcome the cost pressure while upholding the quality of services provided to the Group’s hotel guests.

The Company is aware of the deadline given by SGX-ST for its removal from the Watch-list. The Company will provide shareholders with quarterly update on its efforts and progress made in meeting the Financial Exit Criteria and will make further announcements if any material development occurs between the quarterly updates.

BY ORDER OF THE BOARD

Lau Yin Whai
Company Secretary
27 September 2023