

Zacks Small-Cap Research

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Lisa Thompson
312-265-9154
lthompson@zacks.com

scr.zacks.com

10 S. Riverside Plaza, Chicago, IL 60606

Logiq Inc.

(OTCQX: LGIQ)

Logiq Returns to Revenue Growth and Plans to Spin Off of AppLogiq By Year-End

Based on blended comparable valuations of its peers at 8.3 times enterprise value to sales we believe Logiq's stock is worth approximately \$11.00 per share.

OUTLOOK

Logiq is a provider of a SaaS platform for small businesses to create their own mobile app for use by consumers, as well as a digital marketing platform to help businesses target potential customers. The former operates internationally while the latter serves US customers. We expect the stock valuation to increase through improved profitability, revenue growth, and acquisitions. Management is planning to spin off the AppLogiq business into a separate public company by year-end believing this will unlock value for shareholders.

Current Price (11/15/21) \$2.53
Valuation \$11.00

SUMMARY DATA

52-Week High \$12.83
52-Week Low \$2.17
One-Year Return (%) -68.4
Beta 2.3
Average Daily Volume (sh) 152,084

Shares Outstanding (mil) 26.3
Market Capitalization (\$mil) \$66.5
Short Interest Ratio (days) 0.1
Institutional Ownership (%) 0
Insider Ownership (%) 5.4

Annual Cash Dividend \$0.00
Dividend Yield (%) 0.00

5-Yr. Historical Growth Rates
Sales (%) 33.0
Earnings Per Share (%) N/M
Dividend (%) N/A

P/E using TTM EPS N/M
P/E using 2021 Estimate N/M
P/E using 2022 Estimate N/M

Risk Level High
Type of Stock Small-Value
Industry Internet Commerce

ZACKS ESTIMATES

Revenue

(in millions of \$)

	Q1 (Mar)	Q2 (Jun)	Q3 (Sep)	Q4 (Dec)	Year (Dec)
2019	8.5 A	7.1 A	9.0 A	10.0 A	34.6 A
2020	15.0 A	9.3 A	7.0 A	6.6 A	37.9 E
2021	8.1 A	8.3 A	7.8 A	8.8 E	33.0 E
2022					40.0 E

EPS

	Q1 (Mar)	Q2 (Jun)	Q3 (Sep)	Q4 (Dec)	Year (Dec)
2019	-\$0.01 A	-\$0.48 A	-\$0.17 A	-\$0.77 A	-\$1.31 A
2020	-\$0.24 A	-\$0.14 A	-\$0.23 A	-\$0.51 A	-\$1.14 A
2021	-\$0.25 A	-\$0.27 A	-\$0.25 A	-\$0.22 E	-\$0.97 E
2022					-\$0.80 E

Logiq Returns to Revenue Growth in Q3 2021

Logiq reported revenues inline with its preannounced numbers and returned to revenue growth after a long year since it pivoted its AppLogiq sales model to a higher margin business. AppLogiq has not yet returned to revenue growth due to shut down in Indonesia and other delays, but we expect that to change in Q4 2021.

DataLogiq continues to grow and has shown great success primarily in marketing Medicare policies. This quarter it is taking that experience and applying it to other health insurance as well as auto and life insurance.

In order to unlock value for shareholders the company plans to split these unrelated businesses into two separate public companies where they should be able to find appropriate shareholders and present a simplified story for investors. This is expected to happen by year-end.

Versus other companies in its space, Logiq appears undervalued. It currently trades at a fully diluted enterprise value of \$65.7 million or 2.0 times estimated 2021 sales of \$33.0 million. Its peers trade at blended 8.3 times. We believe its valuation will improve as it resumes year over year revenue growth next quarter and continues to move to profitability.

Q2 2021 Results

For Q3 2021, Logiq reported \$7.8 million in revenues versus \$7.0 million a year ago, up 11%. AppLogiq revenues were \$2.8 million compared to \$3.2 million in Q3 2020, and flat sequentially. AppLogiq margins were 31.7% versus 12.1% a year ago, the same as in Q2 2021. DataLogiq generated \$5.0 million in the quarter compared to \$3.8 million last year, up 30.1%. Sequentially total revenues declined 5.8% as DataLogiq is in a seasonally weak period. AppLogiq was flat with Q2, while DataLogiq was down sequentially. It seasonality has been driven by ACA and Medicare General enrollment, which takes place each year between January 1 and March 31. Medicare Open Enrollment started October 15th and extends to December 7th and should also be a strong for the company.

Gross margin increased in Q3 2021 to \$2.3 million from \$1.1 million, or 108%. The margin percentage improved to 29.5% from 15.8% last year from the revamp of the CreateApp sales model. Margin was flat with Q2 2021.

Operating expenses increased to \$8.1 million from \$4.0 million in Q3 2020. G&A was impacted an increase of \$568,505 in stock compensation costs plus other G&A cash expenses including: a legal & professional costs increase of \$429,576, an increase to consultants \$291,555 due to uplisting and IR/PR-related costs of \$237,970. R&D and Sales and Marketing increased \$361,000. Depreciation and amortization increased by \$576,000 with acquisitions.

Pretax income, net income and income to common shareholders were all a loss of \$5.8 million in Q3 2021 versus a loss of \$2.9 million in Q3 2020. This resulted in a GAAP loss per share of \$0.25 versus a loss per share of \$0.23. Primary shares outstanding for the year increased 83% to 23.4 million.

On a non-GAAP basis, taking out stock-based compensation the loss was \$5.2 million compared to \$3.0 million a year ago and loss per share of \$0.22 versus \$0.23.

Balance Sheet

As of September 30, 2021, Logiq had \$5.3 million in cash and no debt. During the quarter it eliminated \$2.9 million of debt by converting a convertible promissory note to stock. Its current ratio is 4.4 times and it had

\$12.8 million in working capital. The company had negative operating cash flow for the quarter of \$4.2 million (not including changes in working capital) and a negative free cash flow of \$4.5 million. The company plans to spin off AppLogiq to shareholders into a separate public company by year-end.

Transactions During the Quarter

On July 21th all but \$30,000 of the convertible note of \$2.9 million was forced to convert at \$2.50 per share.

July 27, 2021 Logiq announce the partial exercise of the over-allotment option in conjunction with its June 21st offering. An additional 201,700 units were issued for additional gross aggregate proceeds of C\$605,100. The total gross proceeds from the offering, including the 1,976,434 units sold initially and the partial exercise of the over-allotment option, is approximately **C\$6,534,402**.

On August 6, 2021, Logiq sold 1,668,042 shares of common stock in a registered direct offering at \$2.40 per share that resulted in gross proceeds of approximately \$4,003,300.80. It also issued warrants to purchase up to 1,668,042 shares of common stock at \$2.85 per share.

On November 13, 2021 there were 26,350,756 shares outstanding.

Progress During the Quarter

AppLogiq:

While AppLogiq is still in the pilot stage for its new services it did make headway in the quarter.

- It received Indonesian government approval of an annual lending rate for offering micro-lending services to more than 50 million Indonesians.
- It launched an exclusive mobile payment option for driver license psychological testing in Indonesia with Mentalku.
- It plans to launch an app in Indonesia that combines all of AppLogiq's mobile ecommerce and fintech solutions into one.
- It entered into preliminary agreement with Novaji Introserve, a value-added IT and financial services company based in Lagos, to provide home delivery and mobile financial services to millions of unbanked and underbanked people in Nigeria.

DataLogiq:

- Auto, life, and health insurance verticals were added to the Logiq Consumer Marketplace (LCM).
- Also SMS, email and call center support were integrated into the Logiq Digital Marketing™ (LDM) platform.
- It partnered with Peer39 to provide pre-bid keyword, contextual and brand safety solutions.
- It launched geofencing-based targeting on the LDM platform, enabling marketers to customize messaging based upon context of consumer location.
- It partnered with IRIS.TV to provide greater transparency and performance in streaming video for ecommerce marketers, and with GumGum to add contextual intelligence to multi-channel marketing campaigns.
- Recently it added direct media buying to LDM platform for access to web, mobile and connected TV and audio media providers in Asia Pacific.

KEY POINTS

- Logiq has two business segments named *AppLogiq* and *DataLogiq*. AppLogiq is a platform used by a business to create a mobile app to transact eCommerce on a smartphone combined with other services, while DataLogiq is a Martech (marketing technology) platform used to digitally market products to consumers. The first operates primarily internationally and more specifically in Asia and the second serves customers in the US. In Q3 North America was 64% of sales.
- Logiq revamped its legacy business model for AppLogiq and has eliminated low margin partnerships in favor of a much higher margin structure. It also recently created a joint venture to provide a fintech platform to facilitate loans to consumers and small businesses (SMBs) in Indonesia and could provide considerable revenues in 2022. Its pilot testing is already in progress.
- In January 2020, Logiq bought PUSH Interactive for \$25 million in stock. Combined with acquisition of Fixel AI and March's purchase of Rebel AI, the products they sell comprise the segment of the company named *DataLogiq*. This segment is rapidly growing and could account for over 67% of total revenues this year up from 40% in 2020 and even more of the gross margin.
- DataLogiq should benefit from the end of the use of cookies in 2022 to track consumers. Its products not only function without cookies, but also can provide excellent cost savings on ad spending for brands.
- This year the company listed on the Canadian NEO exchange. From there it will seek a NASDAQ exchange listing making the stock more marketable to US investors. It has already applied and meets all the criteria. In addition expect the company to split into two by year-end by spinning off its AppLogiq business to shareholders as a separate public company.
- Versus other companies in its space, Logiq is undervalued. It currently trades at \$66 million fully diluted enterprise value or 2.0 times estimated 2021 sales of \$33.0 million. Its peers trade at blended 8.3 times. We believe its valuation will improve as it continues to grow and decreases cash burn. Splitting the company in two should also unlock value.

OVERVIEW

Logiq is the new name for the former Weyland Technologies. It is a mobile marketing SaaS provider, based in NYC, with operations in California, Colorado, Minneapolis, Singapore, Myanmar, Israel, and Indonesia. It has approximately 125 employees. It rebranded itself last September to align its name with its newly acquired business, Data Logiq (formerly PUSH Interactive) that was purchased in January 2020 from ConversionPoint for \$25 million in stock. Its CEO and COO come from ConversionPoint, while the company's former CEO moved to the position of President and Executive Chairman.

Logiq is comprised of two main divisions: DataLogiq, the business that was formerly PUSH Interactive and had been owned by ConversionPoint plus recently acquired Fixel and Rebel AI, and AppLogiq, the legacy Weyland CreateApp business and related services. The company plans to spin off AppLogiq into a separate public company by year-end.

VALUATION

If we look at Logiq as a company in two distinct businesses we can value it weighted on the revenues it derives from those two segments. The following table shows public companies and their averages in those businesses.

AppLogiq											
Company	Ticker	Revenue			TTM EBITDA	2022E	Enterprise Value / Sales		EV/ EBITDA	Included in Average?	Enterprise Value
		2022E	2021E	LTM			2021E	LTM			
BigCommerce	BIGC	\$276	\$216	\$198	-\$41	15.1x	19.2x	20.9x	-101.7x	y	4,150
SEA Ltd	SE	\$13,770	\$9,160	\$6,820	-\$1,120	13.3x	20.1x	26.9x	-164.0x	y	183,700
Shopify	SHOP	\$7,580	\$5,700	\$4,210	\$516	25.7x	34.2x	46.3x	377.6x	n	195,000
Stone Companies	STNE	\$1,380	\$824	\$601	\$1,180	6.4x	10.8x	14.8x	7.5x	y	8,900
Veritone	VERI	\$176	\$104	\$77	-\$61	5.9x	10.0x	13.5x	-17.2x	y	1,040
Wix	WIX	\$1,530	\$1,270	\$1,220	-\$264	7.3x	8.7x	9.1x	-42.1x	y	11,100
Average						9.6x	13.8x	17.1x			\$41,778

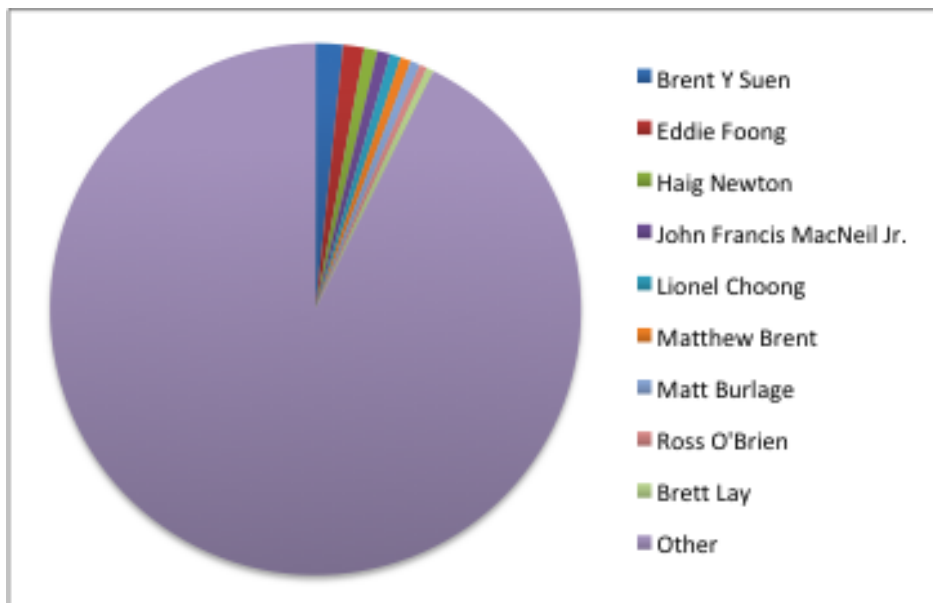
DataLogiq											
Company	Ticker	Revenue			TTM EBITDA	2022E	Enterprise Value / Sales		EV/ EBITDA	Included in Average?	Enterprise Value
		2022E	2021E	LTM			2021E	LTM			
AcuityAds	ATY	\$148	\$122	\$120	\$14	1.5x	1.8x	1.8x	15.5x	y	215
Inuvo	INUV	\$77	\$60	\$53	-\$7	0.9x	1.2x	1.3x	-10.8x	n	71
Kubient	KBNT	\$8	\$3	\$3	-\$7	2.4x	6.0x	6.8x	NA	y	18
LiveRamp	RAMP	\$899	\$504	\$485	-\$64	3.7x	6.5x	6.8x	-51.6x	y	3,300
QuinStreet	QNST	\$685	\$602	\$599	\$29	1.2x	1.4x	1.4x	28.6x	y	818
TechTarget	TTGT	\$310	\$264	\$232	\$46	10.4x	12.2x	13.9x	70.4x	y	3,230
The Trade Desk	TTD	\$1,540	\$1,180	\$1,120	\$289	30.0x	39.2x	41.3x	160.1x	n	46,200
Average						3.8x	5.6x	6.1x			1,842

To be conservative, we take out Shopify and The Trade Desk, and also throw out the low, QuinStreet. Taking the Logiq's 2021 estimated revenues of \$33.0 million we get a blended EV to sales average of 8.3 times. This blend is calculated expecting that 2021 revenues will be 33% AppLogiq revenue and 67% DataLogiq. From that we get an enterprise value of \$274 million a market value of \$280. Using its current fully diluted share count of 26.3 million we get a price per share of approximately \$11.00.

RISKS

- The company frequently acquiring companies and integration may be more difficult than expected and yield less synergy than expected. They also may not perform as expected.
- Much of future revenues depend on new business ventures with no track record, in particular in Indonesia where a number of new services are being launched in the second half of the year.
- Last year Logiq restructured a large part of its business that contributed 100% of revenues in 2019. It is unknown when, and if, its restructuring will prove profitable.
- Logiq operates in a variety of geographic locations in a variety of businesses, which could be hard to successfully manage amid fierce competition.
- Since it currently loses money, Logiq may need to raise more capital than expected, which could result in further dilution for current shareholders

OWNERSHIP



INCOME STATEMENT

	Q1 2020	Q2 2020	Q3 2020	Q4 2020	Q1 2021	Q2 2021	Q3 2021	Q4 2021E	2020	2021E	2022E
	31-Mar	30-Jun	30-Sep	31-Dec	31-Mar	30-Jun	30-Sep	31-Dec			
AppLogiq	11,785,743	5,653,495	3,206,346	2,100,000	2,441,128	2,843,685	2,849,539	2,900,000	22,758,572	11,034,352	12,000,000
Yr-to-yr Growth	39%	-21%	-64%	-79%	-79%	-50%	-11%	38%	-34.3%	-51.5%	8.8%
Gross Margin	2,091,960	652,979	387,327	537,600	734,780	901,000	903,684	899,000	3,664,482	3,438,464	4,200,000
GM %	17.7%	11.6%	12.1%	25.6%	30.1%	31.7%	31.7%	31.0%	16.1%	31.2%	35.0%
DataLogiq	3,195,651	3,661,565	3,823,959	4,483,634	5,639,184	5,460,302	4,976,710	5,900,000	15,151,821	21,976,196	28,000,000
Yr-to-yr Growth	NA	NA	NA	NA	76%	49%	30%	32%	NA	45.0%	27.4%
Gross Margin	553,172	566,675	723,130	850,602	1,491,476	1,550,726	1,403,432	1,669,700	2,698,963	6,115,334	8,680,000
GM %	17.3%	15.5%	18.9%	19.0%	26.4%	28.4%	28.2%	28.3%	17.8%	27.8%	31.0%
Total revenue	14,981,394	9,315,060	7,030,305	6,583,634	8,080,312	8,303,987	7,826,249	8,800,000	37,910,393	33,010,548	40,000,000
Yr-to-yr Growth	76%	30%	-22%	-34%	-46%	-11%	11%	34%	9.4%	-12.9%	21.2%
Cost of services	12,336,262	8,095,406	5,919,848	5,195,432	5,854,056	5,855,138	5,520,862	6,231,300	31,546,948	23,456,750	27,120,000
Gross profit	2,645,132	1,219,654	1,110,457	1,388,202	2,226,256	2,448,849	2,305,387	2,568,700	6,363,445	9,553,798	12,880,000
Gross Margin	17.7%	13.1%	15.8%	21.1%	27.6%	29.5%	29.5%	29.2%	16.8%	28.9%	32.2%
Operating expenses:											
General and administration	3,202,042	1,180,246	1,968,763	4,643,764	4,144,365	4,992,774	5,159,813	5,200,000	10,994,815	19,496,952	21,000,000
R&D	1,757,351	900,844	1,018,389	2,568,120	1,103,137	1,459,535	1,447,567	1,500,000	6,244,704	5,510,239	6,226,570
Sales & Marketing	53,015	99,262	544,970	726,662	369,261	351,992	477,226	600,000	1,423,909	1,798,479	2,880,000
Depreciation & Amortization	449,624	449,625	455,424	611,372	689,345	1,030,931	1,030,932	1,030,932	1,966,045	3,782,140	3,800,000
Total operating expenses	5,462,032	2,629,977	3,987,546	8,549,918	6,306,108	7,835,232	8,115,538	8,330,932	20,629,473	30,587,810	33,906,570
Operating income:	(2,816,900)	(1,410,323)	(2,877,089)	(7,161,716)	(4,079,852)	(5,386,383)	(5,810,151)	(5,762,232)	(14,266,028)	(21,034,012)	(21,026,570)
Operating margin	-18.8%	-15.1%	-40.9%	-108.8%	-50.5%	-64.9%	-74.2%	-65.5%	-37.6%	-63.7%	-52.6%
Other income:											
Other expenses	0	(265,223)	(2,868)	(24,676)	0	0	0	0	(292,767)	0	0
Other income	3,808	0	1,408	43,910	0	421,189	0	0	49,126	0	0
Total other income	3,808	(265,223)	(1,460)	19,234	(1,897)	421,189	36,740	0	(243,641)	456,032	0
Income before income taxes	(2,813,092)	(1,675,546)	(2,878,549)	(7,142,482)	(4,081,749)	(4,965,194)	(5,773,411)	(5,762,232)	(14,509,669)	(20,577,980)	(21,026,570)
Pretax Margin	-18.8%	-18.0%	-40.9%	-108.5%	-50.5%	-59.8%	-73.8%	-65.5%	-38.3%	-62.3%	-52.6%
Income tax	0	0	0	0	0	0	0	0	0	0	0
Tax rate	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Net income before non-controlling	(2,813,092)	(1,675,546)	(2,878,549)	(7,142,482)	(4,081,749)	(4,965,194)	(5,773,411)	(5,762,232)	(14,509,669)	(20,577,980)	(21,026,570)
Minority income	0	0	0	0	0	0	100	100	0	200	5
Income to common shareholders	(2,813,092)	(1,675,546)	(2,878,549)	(7,142,482)	(4,081,749)	(4,965,194)	(5,773,511)	(5,762,332)	(14,509,669)	(20,578,180)	(21,026,575)
Non-GAAP net income	(957,332)	(1,933,933)	(2,978,868)	(6,114,924)	(1,967,961)	(2,779,555)	(5,204,906)	(4,355,404)	(11,985,057)	(20,577,980)	(21,026,570)
Net income per share:											
EPS	-\$0.24	-\$0.14	-\$0.23	-\$0.51	-\$0.25	-\$0.27	-\$0.25	-\$0.22	-\$1.14	-\$0.97	-\$0.80
EPS Diluted	-\$0.24	-\$0.14	-\$0.23	-\$0.51	-\$0.25	-\$0.27	-\$0.25	-\$0.25	-\$1.14	-\$0.97	-\$0.80
Non-GAAP EPS	-\$0.08	-\$0.16	-\$0.23	-\$0.44	-\$0.12	-\$0.15	-\$0.22	-\$0.17	-\$1.14	-\$0.97	-\$0.80
Yr-to-yr Growth	820%	-67%	21%	-44%	46%	-5%	-5%	-62%	11%	11%	-17.9%
Shares											
Basic & diluted	11.6	12.2	12.8	14.0	16.3	18.6	23.4	26.4	12.7	21.2	26.4
	288%	250%	129%	186%	41%	52%	83%	67%	153%	67%	10.4%
Adjusted EBITDA	(511,516)	(1,219,085)	(2,521,984)	(4,845,701)	(1,276,719)	(2,855,452)	(3,372,391)	(3,324,472)	(12,299,983)	(17,251,872)	(16,226,570)
Yr-to-yr Growth	NM	58%	215%	61%	NM	-470%	559%	173%	90%	40%	14.2%

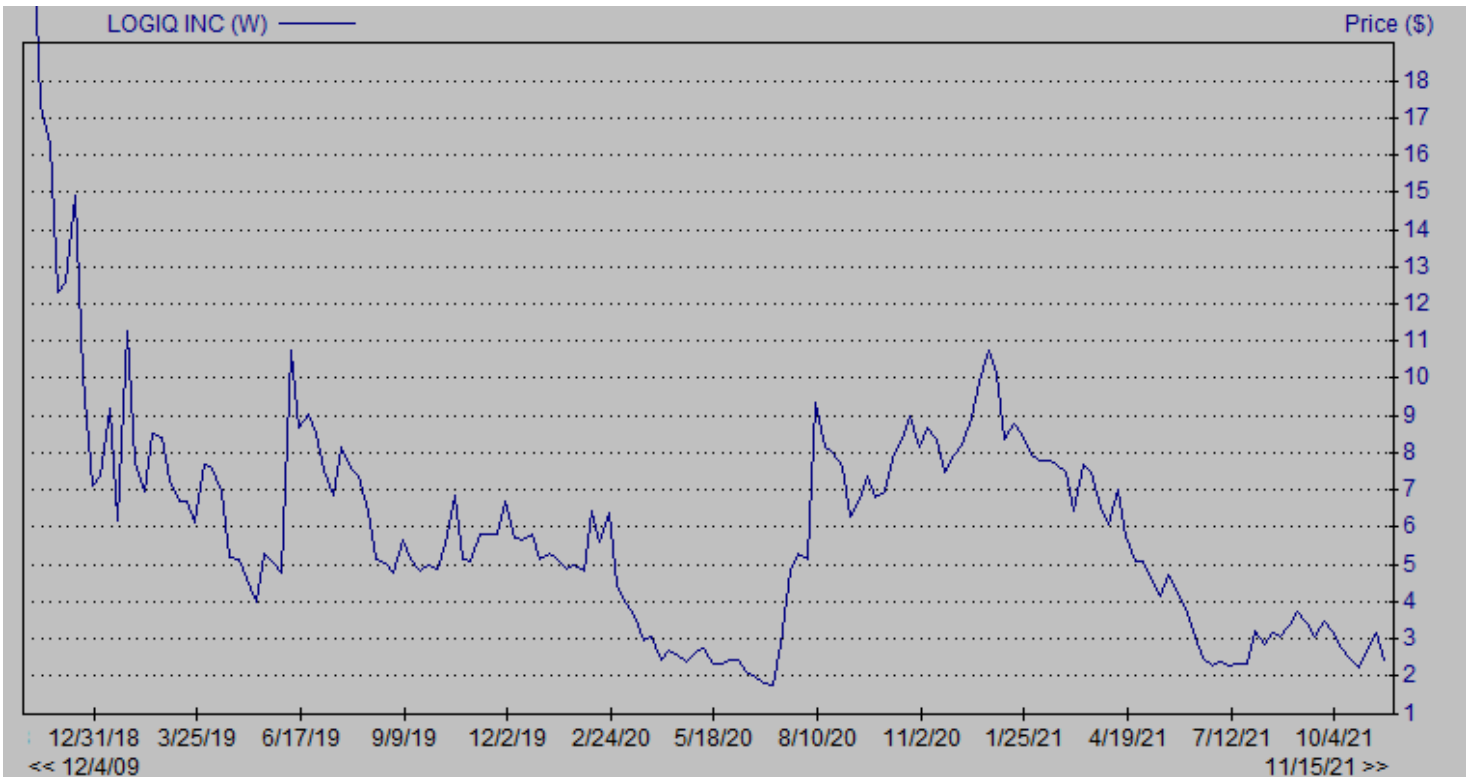
BALANCE SHEET

	Sept 30, 2021	June 30, 2021	Qtr-Qtr % Change	Sept. 30, 2020	Yr-Yr % Change
Current assets					
Cash and equivalents	\$5,340,480	\$5,766,264	-7%	\$4,847,284	10%
Restricted cash	21,682	21,475	1%	0	NM
Amount due from associate	6,952,700	6,578,700	6%	\$5,023,700	38%
Accounts receivable, net	3,148,244	3,519,124	-11%	1,567,852	101%
Right to use assets - operating lease	91,571	182,799	-50%	0	NM
Other amount recoverable	0	0	0%	49,550	-100%
Prepayment deposits and other receivables	969,769	736,969	32%	121,723	697%
Financial assets held for resale	681	681	0%	996,414	-100%
Total current assets	16,525,127	16,806,012	-2%	12,606,523	31%
Intangible assets, net	15,814,398	16,831,602	-6%	7,657,848	107%
Property and equipment, net	167,700	181,429	-8%	190,202	-12%
Goodwill	5,577,926	5,577,926	0%	4,781,208	17%
Total non-current assets	21,560,024	22,590,957	-5%	12,629,258	71%
TOTAL ASSETS	38,085,151	39,396,969	-3%	25,235,781	51%
Current liabilities					
Accounts payable, accruals & other	2,181,496	2,659,830	-18%	961,310	127%
Accruals and other payables	1,438,993	1,402,930	3%	917,571	57%
Deferred revenue	14,198	38,115	-63%	0	NA
Lease liability - operating lease	91,571	182,799	-50%	0	NA
Deposits received for shares to be issued	0	1,744,665	-100%	2,235,184	-100%
Convertible promissory notes	0	2,911,000	-100%	2,911,000	-100%
Amount due to director	0	77,500	-100%	77,500	-100%
Total current liabilities	3,726,258	9,016,839	-59%	7,102,565	-48%
COVID loan	10,000	10,000	0%	0	NA
Long term loan	0	0	0%	10,000	-100%
Notes payable	0	0	0%	503,700	-100%
Total non-current liabilities	10,000	10,000	0%	513,700	-98%
TOTAL LIABILITIES	3,736,258	9,026,839	-59%	7,616,265	-51%
Stockholder's equity					
Common stock	2,624	2,124	24%	17,167	-85%
Additional paid-in capital	82,439,706	74,944,666	10%	58,301,051	41%
Capital reserves	28,860,684	26,604,050	8%	14,282,143	102%
Accumulated deficit	(76,954,121)	(71,180,710)	8%	(54,980,845)	40%
Total stockholders' equity	34,348,893	30,370,130	13%	17,619,516	95%
Total liabilities and stockholders' equity	\$38,085,151	\$39,396,969	-3%	\$25,235,781	51%
Current/Quick ratio	4.4	1.9	138%	1.8	150%
Working Capital	12,788,869	7,779,173	64%	4,990,258	156%
Cash	5,362,162	5,787,739	-7%	4,847,284	11%
Net Cash as % of assets	14%	15%	-4%	19%	-27%
Cash per share	\$0.20	\$0.31	-35%	\$0.35	-41%
Debt	\$0	\$2,911,000	-100%	\$3,424,700	-100%
Debt % of assets	0.0%	7.4%	-100%	13.6%	-100%

CASH FLOW

	Year 2019	3 Months Ended 31-Mar-20	3 Months Ended 30-Jun-30	3 Months Ended 30-Sep-20	3 Months Ended 31-Dec-20	Year 2020	3 Months Ended 31-Mar-21	3 Months Ended 30-Jun-21	3 Months Ended 30-Sep-21
Cash Flows from Operating Activities:									
Net profit	\$ (6,541,686)	\$ (2,813,092)	\$ (1,675,546)	\$ (2,878,550)	\$ (7,142,482)	\$ (14,509,669)	\$ (4,081,749)	\$ (4,975,635)	\$ (5,773,411)
Adjustments to reconcile net loss to net cash used in operating activities:									
Depreciation of property & eqt.	0	11,641	11,641	11,642	11,641	46,565	11,641	13,727	13,729
Amortization of intangibles	101,933	437,983	437,984	443,783	599,730	1,919,480	677,705	1,017,202	1,017,204
PPP loan forgiveness	0	0	0	0	0	0	0	(507,068)	0
Changes in operating assets and liabilities:									
Intangible assets	0	0	0	(116,000)	116,000	0	0	0	0
Accounts receivable	(22,295)	(551,083)	(362,538)	54,822	587,750	(271,049)	(699,169)	(201,461)	370,880
Due from associate	(1,963,700)	0	(1,498,000)	(700,000)	2,198,000	0	0	0	0
Other amounts recoverable	(549,550)	0	0	0	0	0	0	0	0
Prepayments	1,562,262	(35,622)	(105,210)	1,672,732	(1,623,564)	(91,664)	(30,345)	(500,181)	(232,800)
Accounts payable	(3,344)	27,356	663,182	(96,319)	48,174	642,393	573,371	1,077,255	(478,334)
Accruals and payables	0	(178,268)	280,687	92,606	210,322	405,347	1,594,481	(1,302,284)	36,061
Deferred revenue	0	0	0	0	(9,101)	(9,101)	(45,924)	37,182	(23,917)
Bank loan	500,000	0	0	0	0	0	0	0	0
Stock subscription payable	0	0	0	0	0	0	0	0	0
Due from director	0	0	0	0	0	0	0	0	0
Net cash used in operating activities	(6,916,380)	(3,101,085)	(2,247,800)	(1,515,284)	(5,003,529)	(11,867,698)	(1,999,989)	(5,341,263)	(5,070,588)
Cash Flows from Investing Activities:									
Purchase of intangible assets	0	0	0	0	(116,000)	(116,000)	0	0	0
Advances to an associate	0	(925,000)	0	0	(1,923,000)	(2,848,000)	(500,000)	(405,000)	(374,000)
Financial assets held for resale - sales	(2,730,363)	(90,262)	2,820,625	3,586	(597,849)	2,136,100	47,082	546,500	0
Financial assets held of resale - purchase	0	0	0	(1,000,000)	1,000,000	0	0	0	0
Net cash acq. In acquisition	0	574,572	(574,572)	0	0	0	0	0	0
Net restricted cash acq. In acquisition	0	1,025,000	574,572	0	77,396	1,676,968	7,736	0	0
Net cash used in investing activities	(2,730,363)	584,310	2,820,625	(996,414)	363,547	3,697,068	(445,182)	141,500	(374,000)
Financing Activities:									
Repayment of bank loan	0	1,490,000	(1,990,000)	0	0	(500,000)	0	0	0
Borrowings under long term loan	0	0	10,000	0	0	10,000	0	0	0
Proceeds from convert promissory notes	0	0	0	2,911,000	0	2,911,000	0	0	0
Proceeds from note payable	0	0	503,700	0	3,368	507,068	0	0	0
Note payable to US Govt CARES act	0	0	0	0	0	0	1,531	(1,531)	0
Proceeds from shares to be issued	0	1,407,506	74,979	752,699	(2,235,184)	0	1,820,521	(75,856)	(1,744,665)
Proceeds from stock issuance	11,888,037	668,287	(258,388)	(164,500)	8,362,292	8,607,691	0	4,287,446	6,763,674
Proceeds from stock issuance from IPO	0	0	0	0	0	0	0	3,910,784	0
Net cash provided by financing	11,888,037	3,565,793	(1,659,709)	3,499,199	6,130,476	11,535,759	1,822,052	8,120,843	5,019,009
Cash and Cash Equivalents, beginning	731,355	2,972,649	4,021,667	3,859,783	4,847,284	2,972,649	6,337,778	5,714,659	8,635,739
Cash and Cash Equivalents, end of period	2,972,649	4,021,667	2,934,783	4,847,284	6,337,778	6,337,778	5,714,659	8,635,739	8,210,160
Non-cash investing and financing activities:									
Issuance of stock for services received	2,267,779	668,286	(258,387)	(100,319)	1,704,643	2,014,223	1,525,904	1,406,827	568,505
Cash flow	\$ (4,171,974)	\$ (1,695,182)	\$ (1,484,308)	\$ (2,523,444)	\$ (4,826,468)	\$ (10,529,401)	\$ (1,866,499)	\$ (2,537,879)	\$ (4,173,973)
Free cash flow	\$ (6,902,337)	\$ (1,110,872)	\$ 1,336,317	\$ (3,519,858)	\$ (4,462,921)	\$ (6,832,333)	\$ (2,311,681)	\$ (2,396,379)	\$ (4,547,973)

HISTORICAL STOCK PRICE



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