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Zacks Small-Cap Research

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Logiq Inc. (OTCQX: LGIQ)

Logiq Has One More Quarter to Reported Combined, Until it is Pure Play Digital Marketing Company

Based on comparable valuations of its peers at 2.2 times enterprise value to sales we believe Logiq's stock is worth approximately $1.83 per share.

Current Price (5/17/22)	$0.48
Valuation	**$1.83**

OUTLOOK

Logiq is now a pure play digital marketing company with the spin off the AppLogiq business into a separate public company. The record date has passed, leaving new shareholders with only the DataLogiq digital marketing business. The company will report one more quarter combined. The remaining company generated $23 million in sales in 2021 and is expected to grow 13% this year without acquisitions. Logiq is a US provider of a digital marketing services to help businesses target potential customers. We expect the stock valuation to increase through improved profitability, revenue growth, and acquisitions.

SUMMARY DATA

52-Week High	**$5.00**
52-Week Low	**$0.47**
One-Year Return (%)	**-88**
Beta	**2.2**
Average Daily Volume (sh)	**46,670**
Shares Outstanding (mil)	**33.4**
Market Capitalization ($mil)	**$16.0**
Short Interest Ratio (days)	**0.2**
Institutional Ownership (%)	**13**
Insider Ownership (%)	**5**
Annual Cash Dividend	**$0.00**
Dividend Yield (%)	**0.00**
5-Yr. Historical Growth Rates	
Sales (%)	**26.8**
Earnings Per Share (%)	**N/M**
Dividend (%)	**N/A**
P/E using TTM EPS	**N/M**
P/E using 2022 Estimate	**N/M**
P/E using 2023 Estimate	**N/M**

Risk Level	**Above Average**
Type of Stock	**Small-Value**
Industry	**Digital Marketing**

ZACKS ESTIMATES

Revenue (as reported)
(in millions of $)

	Q1 (Mar)	Q2 (Jun)	Q3 (Sep)	Q4 (Dec)	Year (Dec)
2020	15.0 A	9.3 A	7.0 A	6.6 A	37.9 A
2021	8.1 A	8.3 A	7.8 A	13.1 A	37.3 E
2022	8.1 A	10.7 E	7.0 E	9.0 E	34.8 E
2023					33.8 E

EPS

	Q1 (Mar)	Q2 (Jun)	Q3 (Sep)	Q4 (Dec)	Year (Dec)
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	-$0.20 A	-$0.95 A
2022	-$0.15 A	-$0.09 E	-$0.06 E	-$0.04 E	-$0.29 E
2023					-$0.20 E

The last 2 quarters of 2022 and the 2023 year are for DataLogiq alone. Historical numbers have not yet been restated.

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WHAT'S NEW

Logiq stock now represents only DataLogiq, the US-based digital marketing business, even though the company will report one more quarter as a combined company. The numbers on page one of this report reflect revenues and earnings as we expect them to be reported—with one more quarter of the combined company and Q3 and Q4 being only DataLogiq. We expect that as the quarters progress we will get restated numbers and past numbers will be changed. For DataLogiq only numbers refer to forecasts at the back of this report. For 2022 we expect the DataLogiq business to generate $26 million in revenues up from $23 million last year organically.

DataLogiq is generating 95% of its revenues from four main verticals (insurance, solar, home improvement and political and ancillary.) Since it caters to smaller businesses it plans to pursue new verticals where smaller businesses prevail as well as industries that are regulated. These two criteria find verticals where competition is less and margins could be higher. Management plans to continue growth through acquisitions and believes this could be a way to enter verticals, especially in situations where DataLogiq can bring its digital marketing technology to a business that has been relying on more traditional methods. DataLogic's goal for 2022 is revenues of $40-50 million and a breakeven EBITDA run rate by the end of the year. This goal includes acquisitions that have not yet happened so our estimates remain what we expect for the current business. As acquisitions occur we will add them to our forecasts.

Datalogiq Q1 Results

For Q1 2022, DataLogiq reported $4.8 million in revenues, down 15% from $5.6 million in Q1 20212. The decrease in revenues is primarily due to Medicare enrolment. In last year's quarter the enrolment was extended into Q1 and that did not happen this year. Medicare Open Enrollment starts October 15th and extends to December 7th and is a big revenue generator for DataLogiq. As a result, revenues were sequentially down in Q1 2022 as expected.

Gross margin was down in dollars at $1.1 million compared to $1.5 million. The margin percentage declined to 23.6% from 26.4% last year due to lower revenues and lower margins in the Medicare vertical.

Operating expenses increased to $4.0 million from $2.7 million in Q1 2021, with G&A being the bulk of the increase. Depreciation and amortization increased $341,000. Pretax income, net income and income to common shareholders were all a loss of $2.8 million in Q1 2022 versus a loss of $1.3 million in Q1 2021. This resulted in a GAAP loss per share of $0.11 versus a loss per share of $0.07. Primary shares outstanding for the year increased 61% to 26.4 million.

Combined Q1 2022 Results

For Q1 2022, Logiq reported $8.1 million in revenues flat with a year ago. AppLogiq revenues were $3.3 compared to $2.1 million in Q1 2021, up 36% but down sequentially. AppLogiq margins were 32.4% versus 25.6% a year ago, and flat with Q4 2021. DataLogiq generated $5.0 million in the quarter compared to $5.6 million last year, down 15%.

Gross margin was flat in dollars at $2.2 million compared to last year. The margin percentage declined slightly to 27.2% from 27.6% last year due to AppLogiq improvement.

Operating expenses increased to $6.3 million from $5.4 million in Q1 2021. Pretax income, net income and income to common shareholders were all a loss of $4.1 million in Q1 2022 versus a loss of $2.8 million in Q1 2021. This resulted in a GAAP loss per share of $0.25 versus a loss per share of $0.24. Primary shares outstanding for the year increased 61% to 26.4 million. On May 9, 2022 there were 33.4 million shares outstanding.

Balance Sheet

As of March 31, 2022, Logiq had $3.7 million in cash and no debt. Its current ratio is 1.8 times and it had $3.3 million in working capital. The company had negative operating cash flow for the quarter of $2.9 million (not including changes in working capital). In the quarter ended, the company sold $3 million of stock for cash at approximately $1 per share. It also purchased assets of Battle Bridge for $3.36 million comprised of $250,000 in cash and $3 million in stock (approximately 3 million shares). Post these transactions, and as of May 9, 2022 there were 33.4 million shares outstanding.

Ionic Ventures Purchase Agreement

On March 30, 2022, Logiq, entered into an agreement where Logiq has the right, but not the obligation, to sell to Ionic, and Ionic is obligated to purchase up to in the aggregate $40 million worth of the company's common stock. Logiq registered 2,926,000 shares of common stock sold to Ionic in connection with the purchase of $3,000,000 in shares of common stock in connection with the initial purchase of common stock under the agreement, which reflects an estimated value equal to the product of (A) the quotient of (y) the purchase amount (i.e., $3,000,000) divided by (z) the Pre-Settlement Regular Purchase Price, multiplied by (B) 125% (which Ionic may increase at its discretion). The "Pre-Settlement Regular Purchase Price" is equal to 80% of the closing price of the company's stock on the OTCQX Market on the date immediately preceding the company's receipt of a purchase notice.

Recap of Battle Bridge Acquisition

On March 31st, Logiq's DataLogiq business bought of certain assets of the Battle Bridge Labs companies, a Tulsa, Oklahoma-based digital brand marketing agency for $3.36 million comprised of $250,000 in cash and $3 million in stock (approximately 3 million shares). Battle Bridge provides digital brand marketing services including pay-per-click management, social media marketing, funnel creation and optimization, SEO, web design, conversion optimization and more. It is a certified partner of Google, Shopify, Bing ads, and IMA. Battle Bridge is expected to generate approximately $3.8 million in revenue and $1.4 million in EBITDA over the next twelve months. Battle Bridge brings new customers, new verticals, and greater creative capabilities to Logiq. Battle Bridge focused on Facebook and Google ads so Logiq will be able to bring its customers programmatic ad buys in addition.

Recap of AppLogic Spin Off

The spin-off of Logiq's AppLogic business is proceeding, and we are now in the period that is after the record date to qualify for the spin off, and before the spin off actually occurs. On January 27th, Logiq completed the transfer of its AppLogiq assets into Lovarra (OTC: LOVA), a fully reporting U.S. public company. It expects distribution of 100% of that entity to **shareholders of record as of December 31, 2021** by July 27, 2022. New shareholders are now buying only the DataLogiq business. Logiq will continue to report the results of the combined company for the next two quarters. The spin-off will occur in July, after which the two companies will be separately reporting public companies. AppLogiq is awaiting SEC approval to change its name and ticker to GoLogiq from "Lovarra". Lovarra (OTCPK: LOVA) is now trading at a $6.40 per share, a market cap of $225 million, and has 35.2 million share outstanding which includes the shares of the Logiq shareholders and that will remain the count after the shares are distributed. Certainly, the shareholders of record should think this was a good strategy for the company.

KEY POINTS

- Logiq has two business segments named *AppLogiq* and *DataLogiq* that are about to be separated into two companies. 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. New shareholders are only buying stock in the DataLogiq business.

- DataLogiq was created when Logiq bought PUSH Interactive for $25 million in stock in 2020. This was augmented with acquisitions of Fixel AI, last March's purchase of Rebel AI, and the recent buy of Battle Bridge.

- 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.

- DataLogiq has positioned itself as The Trade Desk for SMBs, affording smaller entities similar digital marketing capabilities as The Trade Desk without the high minimums and costs. It had a large business in sales lead generation and its largest verticals are insurance (particularly Medicare) and home improvement leading to some seasonality in revenues.

- Last year the company listed on the Canadian NEO exchange, which we believe it will abandon. It still seeks a NASDAQ or NYSE exchange listing making the stock more marketable to US investors. It has already applied and meets all the criteria.

- Versus other companies in its space, Logiq is undervalued. It currently trades at approximately $12 million enterprise value or 0.5 times estimated 2022 sales of $26 million. Its peers trade at an average of 2.2 times. We believe its valuation will improve as it grows and decreases cash burn.

OVERVIEW

Logiq is now solely a mobile marketing SaaS provider, based in NYC, with operations in California, Colorado, and Minneapolis. Its business, named "DataLogiq" was created from the enterprise that was formerly PUSH Interactive and had been owned by ConversionPoint. It then acquired Fixel, Rebel AI and Battle Bridge to augment its capabilities and expand its customer base. It currently has approximately 45 employees located in New York, Colorado, Minnesota, and with its Battle Bridge acquisition, Texas and Oklahoma. It does also has some contract development work done overseas.

VALUATION

As the record date for the spin-off of AppLogiq has already passed, what shareholders are now buying is only the DataLogiq. The following table shows public companies that would be comparables in the digital marketing business.

DataLogiq

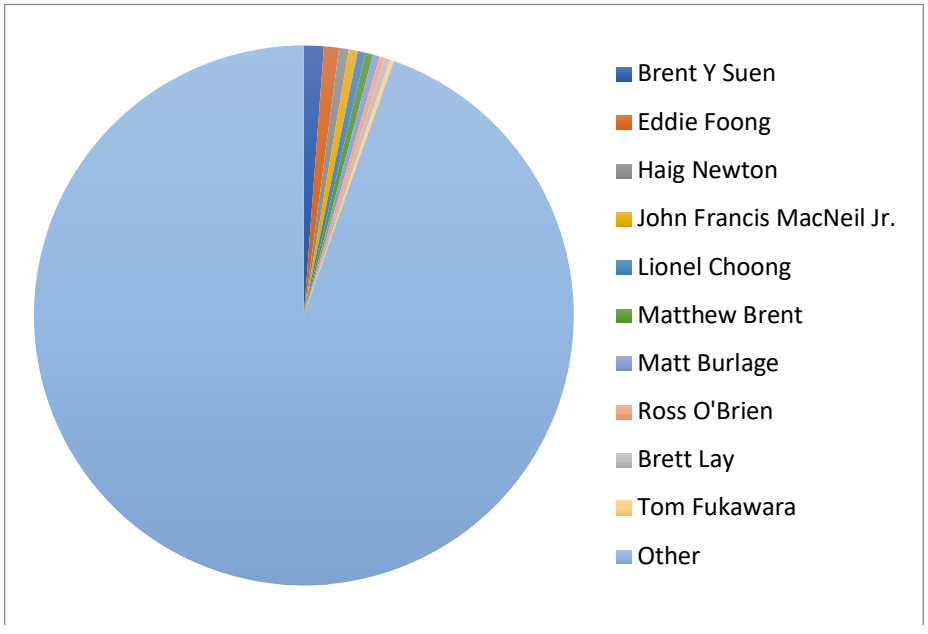
Company	Ticker	Revenue 2023E	Revenue 2022E	Revenue LTM	TTM EBITDA	Enterprise Value / Sales 2023E	Enterprise Value / Sales 2022E	Enterprise Value / Sales LTM	EV/ EBITDA	Included in Average?	Enterprise Value
AcuityAds	AT	$131	$110	$122	$10	0.6x	0.7x	0.7x	8.2x	y	82
Inuvo	INUV	$97	$79	$68	$872	0.5x	0.6x	0.7x	0.1x	y	46
Kubient	KBNT	$18	$8	$3	-$8	-0.6x	-1.3x	-3.7x	NA	n	(10)
LiveRamp	RAMP	NA	$606	$526	-$63	NA	2.1x	2.4x	-20.0x	y	1,250
QuinStreet	QNST	NA	$646	$587	$24	NA	0.7x	0.8x	18.9x	y	458
TechTarget	TTGT	$357	$313	$279	$55	6.0x	6.8x	7.7x	38.7x	y	2,140
The Trade Desk	TTD	$2,000	$1,590	$1,292	$289	12.9x	16.3x	20.0x	89.6x	n	25,850
Average						**2.4x**	**2.2x**	**2.4x**			**973**

The multiples in these businesses have again come down significantly since our last valuation. To be conservative, we take out the high The Trade Desk, and also throw out the low, Kubient. Taking DataLogiq's 2022 estimated revenues of $26 million and the EV to sales average of 2.2 times, we get an enterprise value of $57 million a market value of $61. Using its current share count of 33.4 million we get a price per share of approximately $1.83.

RISKS

- The company is frequently acquiring companies and integration may be more difficult than expected and yield less synergy than expected. The acquisitions also may not perform as expected.
- Logiq operates in a very competitive business, and customers could be hesitant to buy from a small unprofitable company.
- 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

DataLogiq Only

	Q1 2021 31-Mar	Q2 2021 30-Jun	Q3 2021 30-Sep	Q4 2021 31-Dec	Q1 2022 31-Mar	Q2 2022E 30-Jun	Q3 2022E 30-Sep	Q4 2022E 31-Dec	2021	2022	2023E
DataLogiq	5,639,184	5,469,392	4,976,710	6,930,284	4,796,367	5,200,000	7,000,000	9,000,000	23,006,480	25,996,367	33,795,277
Yr-to-yr Growth	76%	49%	30%	55%	-15%	-5%	41%	30%	51.8%	13.0%	30.0%
Cost of revenues	4,147,891	3,918,666	3,573,278	4,867,876	3,665,382	3,536,000	4,690,000	5,940,000	16,502,918	17,469,559	20,953,072
Gross Margin	1,491,293	1,550,726	1,403,432	2,062,408	1,130,985	1,664,000	2,310,000	3,060,000	6,503,562	8,526,808	12,842,205
GM %	26.4%	28.4%	28.2%	29.8%	23.6%	32.0%	33.0%	34.0%	28.3%	32.8%	38.0%
Operating expenses:											
General and administration	1,606,258	NA	NA	2,876,548	2,520,011	2,720,011	2,720,011	2,800,000	8,932,627	10,760,033	12,374,038
R&D	178,137	NA	NA	122,045	166,584	176,584	180,000	185,000	682,564	708,168	849,802
Sales & Marketing	299,511	NA	NA	423,000	294,316	384,316	400,000	500,000	2,174,183	1,578,632	2,027,717
Depreciation & Amortization	658,062	NA	NA	999,647	999,647	1,100,000	1,100,000	1,100,000	3,657,003	4,299,647	4,400,000
Total operating expenses	2,741,968	NA	NA	4,421,240	3,980,558	4,380,911	4,400,011	4,585,000	15,446,377	17,346,480	19,651,556
Operating income:	(1,250,675)	NA	NA	(2,358,832)	(2,849,573)	(2,716,911)	(2,090,011)	(1,525,000)	(8,942,815)	(8,819,672)	(6,809,351)
Operating margin	-22%	NA	NA	-34.0%	-59.4%	-52.2%	-29.9%	-16.9%	-38.9%	-33.9%	-20.1%
Total other income	(1,897)	NA	NA	18,478	3,142	-	-	-	551,447	0	0
Income before income taxes	(1,252,572)	NA	NA	(2,340,354)	(2,846,431)	(2,716,911)	(2,090,011)	(1,525,000)	(8,391,368)	(8,819,672)	(6,809,351)
Pretax Margin	-22.2%	NA	NA	-33.8%	-59.3%	-52.2%	-29.9%	-16.9%	-36.5%	-33.9%	-20.1%
Income tax	0	NA	NA	0	0	0	0	0	0	0	0
Tax rate	0%	NA	NA	0%	0%	0%	0%	0%	0%	0%	0%
Net income	(1,252,572)	NA	NA	(2,340,354)	(2,846,431)	(2,716,911)	(2,090,011)	(1,525,000)	(8,391,368)	(8,819,672)	(6,809,351)
EPS	**$ (0.07)**	NA	NA	**$ (0.09)**	**$ (0.11)**	**$ (0.08)**	**$ (0.06)**	**$ (0.04)**	**-$0.40**	**-$0.28**	**-$0.20**
Shares Basic & diluted	16.3	18.6	23.4	25.0	26.4	33.4	33.6	34.0	21.2	31.8	34.0
	41%	52%	83%	79%	61%	80%	44%	36%	67%	50.3%	6.8%

Combined Company (As Reported)

	Q1 2021 31-Mar	Q2 2021 30-Jun	Q3 2021 30-Sep	Q4 2021 31-Dec	Q1 2022 31-Mar	Q2 2022E 30-Jun	Q3 2022E 30-Sep	Q4 2022E 31-Dec	2020	2021	2022
							DataLogiq Only				
AppLogiq	2,441,128	2,843,685	2,849,539	6,206,027	3,309,017	5,500,000	-	-	22,758,572	14,340,379	8,809,017
Yr-to-yr Growth	-79%	-50%	-11%	196%	36%	93%	-100%	-100%	-34.3%	-37.0%	-38.6%
Gross Margin	734,780	901,000	903,684	2,013,756	1,073,676	1,815,000	-	-	3,664,482	4,553,220	3,083,156
GM %	30.1%	31.7%	31.7%	32.4%	32.4%	33.0%	33.0%	33.0%	16.1%	31.8%	35.0%
DataLogiq	5,639,184	5,460,302	4,976,710	6,930,284	4,796,367	5,200,000	7,000,000	9,000,000	15,151,821	23,006,480	25,996,367
Yr-to-yr Growth	76%	49%	30%	55%	-15%	-5%	41%	30%	NA	51.8%	13.0%
Gross Margin	1,491,476	1,550,726	1,403,432	2,062,408	1,130,985	1,664,000	2,310,000	5,940,000	2,698,963	6,508,042	11,044,985
GM %	26.4%	28.4%	28.2%	29.8%	23.6%	32.0%	33.0%	34.0%	17.8%	28.3%	42.5%
Total revenue	**8,080,312**	**8,303,987**	**7,826,249**	**13,136,311**	**8,105,384**	**10,700,000**	**7,000,000**	**9,000,000**	**37,910,393**	**37,346,859**	**34,805,384**
Yr-to-yr Growth	-46%	-11%	11%	100%	0%	29%	-11%	-31%	9.4%	-1.5%	-6.8%
Cost of services	5,854,056	5,855,138	5,520,862	9,060,147	5,900,723	7,221,000	4,690,000	5,940,000	31,546,948	26,290,203	20,677,243
Gross profit	2,226,256	2,448,849	2,305,387	4,076,164	2,204,661	3,479,000	2,310,000	3,060,000	6,363,445	11,056,656	14,128,141
Gross Margin	27.6%	29.5%	29.5%	31.0%	27.2%	32.5%	33.0%	34.0%	16.8%	29.6%	40.6%
Operating expenses:											
General and administration	4,144,365	4,992,774	5,159,813	3,869,768	3,600,997	3,800,997	2,720,011	2,800,000	10,994,815	18,166,721	12,922,005
R&D	1,103,137	1,459,535	1,447,567	3,390,493	1,257,084	1,267,084	180,000	185,000	6,244,704	7,400,732	2,889,168
Sales & Marketing	369,261	351,992	477,226	1,098,004	299,316	399,316	400,000	500,000	1,423,909	2,296,483	1,598,632
Depreciation & Amortization	689,345	1,030,931	1,030,932	1,030,932	1,030,930	1,130,930	1,100,000	1,100,000	1,966,045	3,782,136	4,361,860
Total operating expenses	6,306,108	7,835,232	8,115,538	9,389,197	6,188,327	6,598,327	4,400,011	4,585,000	20,629,473	31,646,072	21,771,665
Operating income:	(4,079,852)	(5,386,383)	(5,810,151)	(5,313,033)	(3,983,666)	(3,119,327)	(2,090,011)	(1,525,000)	(14,266,028)	(20,589,416)	(7,643,524)
Operating margin	-50.5%	-64.9%	-74.2%	-40.4%	-49.1%	-29.2%	-29.9%	-16.9%	-37.6%	-55.1%	-22.0%
Other income:											
Other expenses	0	0	0	0	0	0	0	0	(292,767)	0	0
Other income	0	421,189	0	0	0	0	0	0	49,126	0	0
Total other income	(1,897)	421,189	36,740	18,478	3,142	3,000	0	0	(243,641)	474,510	6,142
Income before income taxes	(4,081,749)	(4,965,194)	(5,773,411)	(5,294,555)	(3,980,524)	(3,116,327)	(2,090,011)	(1,525,000)	(14,509,669)	(20,114,906)	(7,637,382)
Pretax Margin	-50.5%	-59.8%	-73.8%	-40.3%	-49.1%	-29.1%	-29.9%	-16.9%	-38.3%	-53.9%	-21.9%
Income tax	0	0	0	0	0	0	0	0	0	11,881	0
Tax rate	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Net income before non-controlling	(4,081,749)	(4,965,194)	(5,773,411)	(5,294,555)	(3,980,524)	(3,116,327)	(2,090,011)	(1,525,000)	(14,509,669)	(20,126,787)	(7,637,382)
Minority income	0	0	100	100	0	0	0	0	0	0	0
Income to common shareholders	(4,081,749)	(4,965,194)	(5,773,511)	(5,294,655)	(3,980,524)	(3,116,327)	(2,090,011)	(1,525,000)	(14,509,669)	(20,126,787)	(7,637,382)
EPS	**-$0.25**	**-$0.27**	**-$0.25**	**-$0.21**	**-$0.15**	**-$0.09**	**-$0.06**	**-$0.04**	**-$1.14**	**-$0.95**	**-$0.29**
Yr-to-yr Growth	46%	-5%	-5%	-46%	25%	-38%	-72%	-79%	11%	11%	-66.6%
Shares Basic & diluted	16.3	18.6	23.4	25.0	26.4	33.4	33.6	34.0	12.7	21.2	31.8
	41%	52%	83%	79%	61%	80%	44%	36%	153%	67%	50.3%

BALANCE SHEET

	Mar. 31, 2022	Dec. 31, 2021	Qtr-Qtr %	Mar. 31, 2021	Yr-Yr %
Current assets					
Cash and equivalents	**$3,749,303**	**$1,563,752**	140%	**$2,845,295**	32%
Restricted cash	**22,045**	**22,513**	-2%	**21,344**	3%
Amount due from associate	0	7,208,700	-100%	6,173,700	-100%
Accounts receivable, net	2,857,200	3,966,086	-28%	3,327,714	-14%
Right to use assets - operating lease	173,803	91,571	90%	273,687	-36%
Prepayment deposits and other rec.	606,627	804,011	-25%	251,405	141%
Financial assets held for resale	0	681	-100%	547,201	-100%
Total current assets	7,408,978	13,657,314	-46%	13,440,346	-45%
Intangible assets, net	13,779,993	14,797,196	-7%	17,848,804	-23%
Property and equipment, net	140,246	153,973	-9%	195,156	-28%
Goodwill	5,577,926	5,577,926	0%	5,577,926	0%
Total non-current assets	19,498,165	20,529,095	-5%	23,621,886	-17%
TOTAL ASSETS	26,907,143	34,186,409	-21%	37,062,232	-27%
Current liabilities					
Accounts payable, accruals & other	2,159,995	2,293,858	-6%	1,582,575	36%
Accruals and other payables	1,732,925	1,804,131	-4%	2,705,213	-36%
Deferred revenue	3,154	10,500	-70%	33,043	-90%
Lease liability - operating lease	173,803	91,571	90%	273,687	-36%
Dep. received for shares to be issued	17,100	401,028	-96%	0	NA
Convertible promissory notes	**0**	**0**	0%	**2,911,000**	-100%
Amount due to director	0	0	0%	77,500	-100%
Total current liabilities	4,086,977	4,601,088	-11%	7,583,018	-46%
COVID loan	10,000	10,000	0%	10,000	0%
Notes payable	0	0	0%	508,599	-100%
Total non-current liabilities	10,000	10,000	0%	518,599	-98%
TOTAL LIABILITIES	4,096,977	4,611,088	-11%	8,101,617	-49%
Stockholder's equity					
Common stock	2,917	2,635	11%	1,783	64%
Additional paid-in capital	84,068,490	82,473,004	2%	69,686,188	21%
Capital reserves	24,969,396	29,349,795	-15%	25,477,719	-2%
Accumulated deficit	(86,230,637)	(82,250,113)	5%	(66,205,075)	30%
Total stockholders' equity	22,810,166	29,575,321	-23%	28,960,615	-21%
Total liabilities and stockholders' equity	$26,907,143	$34,186,409	-21%	$37,062,232	-27%
Current/Quick ratio	1.8	3.0	-39%	1.8	2%
Working Capital	3,312,001	9,046,226	-63%	5,338,729	-38%
Cash	3,771,348	1,586,265	138%	2,866,639	32%
Net Cash as % of assets	14%	5%	202%	8%	81%
Cash per share	$0.23	$0.10	140%	$0.17	32%
Debt	$0	$0	0%	$5,497,099	-100%
Debt % of assets	0.0%	0.0%	0%	14.8%	-100%

CASH FLOW

Combined Company

	Year 2020	3 Months Ended 31-Mar-21	3 Months Ended 30-Jun-21	3 Months Ended 30-Sep-21	3 Months Ended 31-Dec-21	Year 2021	3 Months Ended 31-Mar-22
Cash Flows from Operating Activities:							
Net profit	$ (14,509,669)	$ (4,081,749)	$ (4,975,635)	$ (5,773,411)	$ (5,295,992)	$ (20,126,787)	$ (3,980,524)
Adjustments to reconcile net loss to net cash used in operating activities:							
Depreciation of property & eqt.	46,565	11,641	13,727	13,729	13,727	52,824	13,727
Amortization of intangibles	1,919,480	677,705	1,017,202	1,017,204	1,017,202	3,729,313	1,017,203
PPP loan forgiveness	0	0	(507,068)	0	0	(507,068)	0
Changes in operating assets and liabilities:							
Intangibile assets	0	0	0	0	0	0	
Accounts receivable	(271,049)	(699,169)	(201,461)	370,880	(817,842)	(1,347,592)	1,108,886
Due from associate	0	0	0	0	0	0	0
Other amounts recoverable	0	0	0	0	0	0	0
Prepayments	(91,664)	(30,345)	(500,181)	(232,800)	165,757	(597,569)	197,383
Accounts payable	642,393	573,371	1,077,255	(478,334)	112,362	1,284,654	(133,863)
Accruals and payables	405,347	1,594,481	(1,302,284)	36,061	365,141	693,399	(71,206)
Deferred revenue	(9,101)	(45,924)	37,182	(23,917)	(3,698)	(36,357)	(7,346)
Bank loan	0	0	0	0	0	0	0
Stock subscription payable	0	0	0	0	0	0	0
Due from director	0	0	0	0	0	0	0
Net cash used in operating activities	(11,867,698)	(1,999,989)	(5,341,263)	(5,070,588)	(4,443,343)	(16,855,183)	(1,855,740)
Cash Flows from Investing Activities:							
Purchase of intangible assets	(116,000)	0	0	0	0	0	0
Advances to an associate	(2,848,000)	(500,000)	(405,000)	(374,000)	(256,000)	(1,535,000)	7,208,700
Financial assets held for resale - sales	2,136,100	47,082	546,500	0	0	593,582	681
Financial assets held of resale -	0	0	0	0	0	0	0
Net cash acq. In acquisition	0	0	0	0	0	0	0
Net restricted cash acq. In acquisition	1,676,968	7,736	0	0	0	7,736	0
Net cash used in investing activities	3,697,068	(445,182)	141,500	(374,000)	(256,000)	(933,682)	7,209,381
Financing Activities:							
Repayment of bank loan	(500,000)	0	0	0	0	0	0
Borrowings under long term loan	10,000	0	0	0	0	0	0
Proceeds from convert promissory notes	2,911,000	0	0	0	0	0	0
Proceeds from note payable	507,068	0	0	0	0	0	0
Note payable to US Govt CARES act	0	1,531	(1,531)	0	0	0	0
Proceeeds from shares to be issued	0	1,820,521	(75,856)	(1,744,665)	401,028	401,028	(383,928)
Proceeds from stock issuance	8,607,691	0	4,287,446	6,763,674	522,420	11,573,540	(2,784,631)
Proceeds from stock issuance from IPO	0	0	3,910,784	0	0	3,910,784	0
Net cash provided by financing	11,535,759	1,822,052	8,120,843	5,019,009	923,448	15,885,352	(3,168,559)
Cash and Cash Equivalents, beginning	2,972,649	6,337,778	5,714,659	5,787,739	5,362,160	3,489,778	1,586,265
Cash and Cash Equivalents, end of	6,337,778	5,714,659	8,635,739	5,362,160	1,586,265	1,586,265	3,771,347
Non-cash investing and financing activities:							
Issuance of stock for services received	2,014,223	1,525,904	1,406,827	568,505	33,309	3,534,545	616,191
Cash flow	$ (12,543,624)	$ (3,392,403)	$ (3,944,706)	$ (4,742,478)	$ (4,265,063)	$ (16,344,650)	$ (2,949,594)
Free cash flow	$ (12,543,624)	$ (3,392,403)	$ (3,944,706)	$ (4,742,478)	$ (4,265,063)	$ (16,344,650)	$ (2,949,594)

HISTORICAL STOCK PRICE



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