

**29 September 2023**

**TechFinancials, Inc.**

**("TechFinancials" or the "Company")**

**Unaudited Interim Report for the Six Months Ended 30 June 2023**

TechFinancials Inc. (AQUIS: TECH), today announces its unaudited interim results for the six-month period ended 30 June 2023 ("H1 2023").

**Financial Overview**

- Company Revenues of US\$ nil (H1 2022: US\$ nil)
- Loss for the period attributable to shareholders of US\$0.07m (H1 2022: loss of US\$0.16m)
- Cash position at the period end of H1 2023 US\$0.45m (31 December 2022: US\$0.55m)
- Basic loss per share ("EPS") of (US\$0.001) (H1 2022 (US\$0.002))

**Asaf Lahav, Chief Executive Board Member of TechFinancials, commented:**

"In the first half of the year the Company continued to focus on administrative cost reductions and will continue to look for investment opportunities to maximize the Company's value, leveraging its available cash."

The directors of the Company accept responsibility for the contents of this announcement.

**For further information:**

**TechFinancials, Inc.**

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Asaf Lahav, Executive Board Member

**Peterhouse Capital Limited (Aquis Growth Market Advisor and Broker)** Tel: +44 (0) 20 7469 0930

Eran Zucker and Guy Miller

## **Chairman's Statement**

In H1 2023 the Company continued to focus on reducing costs. The Board decided to invest some amounts in listed companies. The Company will continue to look for new ways to increase its value.

## **Outlook**

We will continue to look for opportunities to materialize our assets or join forces with other companies in order to be able move forward.

I would like to thank our shareholders for their continued support in what has been a difficult period globally as well as for the Company.

We look forward to updating the market on our progress in due course.

Eitan Yanuv  
Independent Non-Executive Chairman  
29 September 2023

## **Executive's Board Member Statement**

### **Financial Results**

The operating loss for the period was US\$0.074m (H1 2022: loss of US\$ 0.16m); the operating expenses for the period were attributed mainly to general and administrative costs associated with being a publicly quoted Company.

Financial gain for the period were US\$ 0.021m, attributed predominantly to US\$0.024m gain from exchange rate differences.

No taxes on income were recorded in the period (H1 2022: US\$ 0.00m).

The loss after taxation for the period attributable to shareholders of the Company was US\$ 0.073m (H1 2022: loss of US\$ 0.16m).

The Company's cash position for the period ended 30 June 2023 was US\$0.449m (31 December 2022: US\$0.548m).

The unaudited interim financial results have not been reviewed by the Company's auditor.

**Eitan Yanuv**  
**Chairman**  
**29 September 2023**

**STATEMENT OF COMPREHENSIVE INCOME***For the six months period ended 30 June 2023*

	Unaudited 6 Months Period Ended 30 June 2023	Unaudited 6 Months Period Ended 30 June 2022	Audited 12 Months Period Ended 31 December 2022
Note	US\$'000	US\$'000	US\$'000
Revenue	-	-	-
Cost of sales	-	-	-
<b>Gross profit</b>	-	-	-
Selling and marketing	-	-	-
Administrative	(94)	(74)	(175)
<b>Operating Income (Loss)</b>	<b>(94)</b>	<b>(74)</b>	<b>(175)</b>
Bank fees	(2)	(3)	(7)
Foreign exchange loss	(1)	(58)	(44)
Gain (loss) from tradable securities	24	(28)	(43)
<b>Financing Income (expenses)</b>	<b>21</b>	<b>(89)</b>	<b>(94)</b>
<b>Other Income (expenses)</b>			
Other income (expenses), net	-	-	-
<b>Loss before taxation</b>	<b>(73)</b>	<b>(163)</b>	<b>(269)</b>
Taxation	-	-	-
<b>Loss from continuing operations</b>	<b>(73)</b>	<b>(163)</b>	<b>(269)</b>
Other comprehensive income	-	-	-
<b>Total comprehensive Loss</b>	<b>(73)</b>	<b>(163)</b>	<b>(269)</b>
<b>Profit (Loss) attributable to:</b>			
Owners of the Company	(73)	(163)	(269)
Non-controlling interests	-	-	-
<b>Loss for the period</b>	<b>(73)</b>	<b>(163)</b>	<b>(269)</b>

**Earnings per share attributable to owners of the parent during the year (Note 3):**

	<b>Unaudited 6 Months Period Ended 30 June 2023 (Cents USD)</b>	<b>Unaudited 6 Months Period Ended 30 June 2022 (Cents USD)</b>	<b>Audited 12 Months Period Ended 31 December 2022 (Cents USD)</b>
Basic	(0.09)	(0.19)	(0.32)
Diluted	N/A	N/A	N/A
From continuing operations – Basic	(0.09)	(0.19)	(0.32)
From continuing operations – Diluted	N/A	N/A	N/A
From discontinued operations - Basic	-	-	-
From discontinued operations - Diluted	N/A	N/A	N/A

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As of 30 June 2023

	Note	Unaudited 30 June 2023 US\$'000	Unaudited 30 June 2022 US\$'000	Audited 31 December 2022 US\$'000
<b>Current assets</b>				
Trade receivables, net and other receivables	4	-	11	3
Short term investment		95	74	59
Cash		449	687	548
		<u>544</u>	<u>772</u>	<u>610</u>
<b>Total Assets</b>		<u><b>544</b></u>	<u><b>772</b></u>	<u><b>610</b></u>
<b>Non-Current liabilities</b>				
Shareholders loan		82	89	83
<b>Current Liabilities</b>				
Trade and other payables	5	31	73	23
<b>Total Liabilities</b>		<u><b>113</b></u>	<u><b>162</b></u>	<u><b>106</b></u>
<b>Equity</b>				
Share Capital		61	61	61
Share premium account		12,022	12,022	12,022
Share-based payment reserve		798	798	798
Accumulated losses		(12,450)	(12,271)	(12,377)
<b>Equity attributable to owners of the Company</b>		<u><b>431</b></u>	<u><b>1,225</b></u>	<u><b>504</b></u>
Non-controlling interests		-	-	-
<b>Total equity</b>		<u><b>413</b></u>	<u><b>610</b></u>	<u><b>504</b></u>
<b>Total Equity and Liabilities</b>		<u><b>544</b></u>	<u><b>772</b></u>	<u><b>610</b></u>

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY***For the six months period ended 30 June 2023*

	Share capital US\$'000	Share premium US\$'000	Share- based payment reserve US\$'000	Accumulated profits/ (losses) US\$'000	Total US\$'000	Non- controlling interests US\$'000	Total US\$'000
<b>Balance at 31 December 2021</b>	<b>61</b>	<b>12,022</b>	<b>798</b>	<b>(12,108)</b>	<b>773</b>	<b>-</b>	<b>773</b>
Total comprehensive loss for the year	-	-	-	(269)	(269)	-	(269)
<b>Balance at 31 December 2022</b>	<b>61</b>	<b>12,022</b>	<b>798</b>	<b>(12,377)</b>	<b>504</b>	<b>-</b>	<b>504</b>
Total comprehensive loss for the period	-	-	-	(73)	(73)	-	(73)
<b>Balance at 30 June 2023</b>	<b>61</b>	<b>12,022</b>	<b>798</b>	<b>(12,450)</b>	<b>431</b>	<b>-</b>	<b>431</b>

## CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months period ended 30 June 2023

	Note	Unaudited 6 months ended 30 June 2023 US\$'000	Audited Year ended 31 December 2022 US\$'000
<b>Cash Flow from operating Activities</b>			
Loss before tax for the period		(73)	(269)
<b>Adjustment for:</b>			
Foreign exchange differences		-	44
Loss (gain) from short term investment		(24)	43
<b>Operating cash flows before movements in working capital:</b>			
Decrease (increase) in trade and other receivables	4	3	(3)
Increase (Decrease) in trade and other payables	5	15	(64)
Decrease in other current liabilities		(8)	-
Income tax paid		-	-
<b>Net cash used in operating activities</b>		<b>(87)</b>	<b>(249)</b>
<b>Cash Flow from investing Activities:</b>			
Purchase of tradable securities		(68)	(76)
Sale of tradable securities		56	-
<b>Net cash used in investing activities</b>		<b>(12)</b>	<b>(76)</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(99)</b>	<b>(325)</b>
Cash and equivalents at beginning of period		548	920
Effect of changes in exchange rates on Cash		-	(47)
<b>Cash and equivalents at end of period</b>		<b>449</b>	<b>548</b>

## 1. GENERAL INFORMATION

TechFinancials, Inc, (the “Company”) was engaged until the end of 2020 in the development of blockchain-based digital assets solutions and licensing of financials trading platforms to businesses. Having disposed predominantly of its businesses, the Company has been an investing company since the year 2021.

### BASIS OF PREPARATION

As permitted, the Company has chosen not to adopt International Accounting Standard 34 ‘Interim Financial Reporting’ in preparing these interim financial statements. The condensed consolidated interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2022, which have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union.

The interim financial information set out above does not constitute statutory accounts. The information has been prepared in accordance with the recognition and measurement criteria of International Financial Reporting Standards (IFRS) as adopted by the European Union.

The accounting policies applied in preparing the interim financial information are consistent with those that have been adopted in the Company’s 2022 audited financial statements. Statutory financial statements for the year ended 31 December 2022 were approved by the Board of Directors on 29 June 2023.

The Directors approved these condensed interim financial statements on 28 September 2023.

### Risks and uncertainties

The key risks that could affect the Company’s short and medium term performance and the factors that mitigate those risks have not substantially changed from those set out in the Company’s 2022 Annual Report and Financial Statements, a copy of which is available on the Company’s website: [www.techfinancials.com](http://www.techfinancials.com).

## 2. ACCOUNTING POLICIES

The condensed consolidated interim financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain financials assets and liabilities at fair value through the statement of profit and loss.

The financial information for the 6 months ended 30 June 2023 and the 6 months ended 30 June 2022 has not been audited.

No dividends have been paid in the period (2022: \$nil).

### CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of condensed consolidated interim financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the end of the reporting period. Significant items subject to such estimates have not changed during the interim period and are set out in note 3(v) of the Company’s 2022 Annual Report and Financial Statements.

## 3. EARNINGS PER SHARE

The calculation of earnings per share is based on the following losses and number of shares:

### LOSS PER SHARE

Unaudited 6-month period ended 30 June 2023	Unaudited 6-month period ended 30 June 2022	Audited Year ended 31 December 2022
US\$’000	US\$’000	US\$’000



**Basic**

Loss attributable to equity holders	(73)	(163)	(269)
Weighted average number of shares basic	85,680,979	85,680,979	85,860,979
	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Loss per share – basic and diluted:	(0.0009)	(0.0019)	(0.0032)
Loss per share from continuing operations - basic	(0.0009)	(0.0019)	(0.0032)
Loss per share from discontinued operations - basic	-	-	-

**4. TRADE AND OTHER RECEIVABLES**

	<b>Unaudited</b>	<b>Unaudited</b>	<b>Audited</b>
	<b>30 June 2023</b>	<b>30 June 2022</b>	<b>31 December 2022</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
Prepayments	-	11	3
	<b>-</b>	<b>11</b>	<b>3</b>

The carrying amounts of trade and other receivables represent approximately their fair values.

**5. TRADE AND OTHER PAYABLES**

	<b>Unaudited</b>	<b>Unaudited</b>	<b>Audited</b>
	<b>30 June 2023</b>	<b>30 June 2022</b>	<b>31 December 2022</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
Trade Payable	15	-	-
Accrued liabilities	16	73	23
	<b>31</b>	<b>73</b>	<b>23</b>