



# Interim report

Six months to 30 June 2022

# Directors, Secretary and Advisers

<b>Directors</b>	C Duncan Soukup, Chairman Graham Cole FCA, FCISI, Director David M Thomas, Director Kenneth Morgan, Director (appointed 24 <sup>th</sup> May 2022)
<b>Registered Office</b>	Folio Chambers P.O. Box 800, Road Town, Tortola, VG1110 British Virgin Islands
<b>Broker</b>	Peterhouse Capital 3rd Floor 80 Cheapside London EC2V 6EE
<b>Solicitors to the Company (as to English Law)</b>	Locke Lord (UK) LLP 201 Bishopsgate London EC2M 3AB
<b>Solicitors to the Company (as to BVI Law)</b>	Conyers Dill & Pearman Romasco Place, Wickhams Cay 1 PO Box 3140 Road Town, Tortola VG1110 British Virgin Islands
<b>Auditors</b>	Jeffreys Henry LLP Finsgate 5-7 Cranwood Street London EC1V 9EE
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<b>Company websites</b>	<a href="http://www.thalassaholdingsltd.com">www.thalassaholdingsltd.com</a> <a href="http://www.autonomousroboticsltd.com">www.autonomousroboticsltd.com</a>

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# Highlights for the 6 months ended 30 June 2022

## GROUP RESULTS 1H 2022 versus 1H 2021

• Profit /(loss) after tax for the year	£0.20m vs. (£0.81)
• Group Earnings Per Share (basic and diluted)*1	£0.03 vs. (£0.10)
• Book value per share*2	£1.50 vs. £0.82
• Holdings	£10.1m vs. £7.9m
• of which Unlisted holdings	£6.4m vs. £6.1m
• of which Listed holdings	£2.5m vs. £0.3m
• of which Hedges	£1.2m vs. £1.5m

\*1 based on weighted average number of shares in issue of 7,945,838 (2021: 7,945,838)

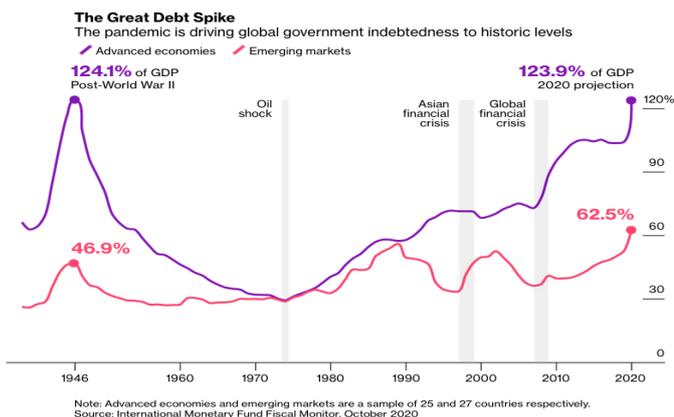
\*2 based on actual number of shares in issue as at 30 June 2022 of 7,945,838 (2021: 7,945,838)

## 2022 Observations

- First 6 months of 2022 saw war in Ukraine continue to negatively impact Global economic growth
- Flow of Russian energy continued to decline causing EU shortages, and a massive increase in European gas prices
- Global borrowing in 2021 grew to \$303 trillion, and keeps growing
- Companies around the World issued \$4.4 trillion of bonds in 2020, and continued through 2021
- In 2020 Global Government indebtedness was at its highest level since Post-World War I

interest rates low, cost of debt since 2005 when debt/US GDP was 85% vs 140% today, means that interest cost has declined from 2% of GDP to 1.5% of GDP today

- In an adverse scenario where U.S. borrowing costs rise 2 percentage points above current market expectations, the price tag to USA's debt would jump from 2% of GDP in 2020 to nearly 6% of GDP in 2030. In Italy, costs could hit 5.5% of GDP—higher than during the European sovereign debt crisis
- 2022 also saw the worst start to a year for stocks in more than half a century
- At the halfway point of the year, the tech-heavy NASDAQ had fallen by 30%, whilst the S&P was down by over 20%. Since the 16 June 2022, when the NASDAQ bottomed, it has risen ~18.8%, whilst the S&P has risen ~12.9%...which we believe is unsustainable and a bear market rally that will reverse again
- The next crisis will not be like its predecessors. In the 1970s, we had stagflation but no massive debt crises because debt levels were low. After 2008, we had a debt crisis followed by low inflation or deflation because the credit crunch had generated a negative demand shock. Today, we face supply shocks in a context of much higher debt levels, implying that, in our opinion, we are heading for a combination of 1970s-style stagflation and 2008-style debt crises – that is, a stagflationary debt crisis.



- Due to Central Bank Intervention, which has kept

<https://www.bloomberg.com/graphics/2021-coronavirus-global-debt/>

# Chairman's Statement

## Trading update

The Company's hedging strategy has served THAL shareholders well during the first half of the year and whilst our long-quoted-holdings suffered, in some cases substantial declines, these were largely offset by gains in our hedge positions.

We covered most hedge positions shortly before the mid-June market bottom and subsequent rally, but have since repositioned, and increased our hedge exposure, after what we perceive to have been a 'dead cat' bounce.

## Market Action

Shareholders who read my Statement in the Company's recently released 2021 Annual Report will know that I had for some time anticipated a major market correction, which was, in my opinion, long overdue.

Global Technology stocks took the full brunt of the 2022 correction on the chin, which has seen Cathie Woods' ARK Innovation ETF give back virtually all its ~383% gain, and which is now down ~74% since peaking in December 2021. Many of ARK's investments had no earnings (with no prospect of sustainable earnings) or were trading on triple digit p/e multiples. Many of the major stock market indices have performed badly but not as badly as the investment vehicles with substantial exposure to "Story Stocks". At the time of writing, the Dow Jones Index is down Year to Date ("YTD") 15.29%, the S&P 500 is down 13% and the NASDAQ Index is down 19%. whilst European Indices are down YTD between ~7% and ~22%.

## Macro Outlook

Your Board is of the opinion that the Market's recent rally is unsustainable, and take the view that there is another leg down in US and EU (incl. UK) stock prices, which will be driven by earnings' misses and subsequent reduction in overly optimistic earnings estimates for 2022, 2023 and 2024.

Analysts surveyed by Bloomberg are still estimating that S&P 500 earnings will increase from current level of

199.67 to 235.78, an increase of 18.08%, in 2022, by +5.22% in 2023, and by +9.02% in 2024. Given the fact that inflation is currently running at record levels, and our

view that Central Bankers could well tighten too much, just as Western economies grind to a standstill, we believe that analysts will rapidly start to reduce their 2022 Q3 and Q4, as well as 2023 and 2024 earnings estimates when they get back from their summer holidays.

**ARL** - <https://autonomousroboticsltd.com/>

- Focus on further continued development of Flying Node towards commercialisation with significant progress made in software development.
- Offshore trials scheduled for the second half of 2022.
- Advanced sales process aborted due to potential buyer itself being acquired

**Tappit** - <https://tappit.com/>

- We await news on further developments

**Janzz** - <https://janzz.technology/>

- Company recently closed strategic investment by subsidiary of major Japanese industry market-leader

**ALNA** - <https://www.alina-holdings.com/>

- Please refer to Alina website

**AMOI** - <https://anemoi-international.com/>

- Please refer to Anemoi website

**NWT** - <https://newmarksecurity.com/>

- Please refer to Newmark Securities' website

## Conclusion

We anticipate a further correction to Western Stock Markets, and remain cautious on the macro-economic outlook, which we believe could deteriorate significantly this Winter.



**Duncan Soukup**

Chairman

Thalassa Holdings Ltd

12 August 2022

# Responsibility Statement

We confirm that to the best of our knowledge:

- (a) the condensed set of financial statements has been prepared in accordance with IAS 34 'Interim Financial Reporting' and gives a true and fair view of the assets, liabilities, financial position and profit or loss of the Company and the undertakings included in the consolidation as a whole as required by DTR 4.2.4 R;
- (b) the interim management report includes a fair review of the information required by DTR 4.2.7R (indication of important events during the first six months and description of principal risks and uncertainties for the remaining six months of the year); and
- (c) the interim management report includes a fair review of the information required by DTR 4.2.8R (disclosure of related parties' transactions and changes therein).

## Cautionary statement

This Interim Management Report (IMR) has been prepared solely to provide additional information to shareholders to assess the Company's strategies and the potential for those strategies to succeed. The IMR should not be relied on by any other party or for any other purpose.



**Duncan Soukup**  
Chairman  
Thalassa Holdings Ltd  
12 August 2022

# Financial Review

## Continuing Operations

**Total revenue** from operations for the period to 30 June 2022 was £0.1m (1H21: £0.1m).

**Net financial income from investment operations** was £0.56m (1H21: £0.21m),

**Cost of Sales** was a credit of nil (1H21 : £0.18m) comprising development costs (net of capitalised costs) at ARL, resulting in a Gross Profit of £0.68m (1H21: gross profit £0.51m).

**Administration expenses** were £0.33m (1H21: £1.25m). Depreciation costs were £0.15m (1H21: £0.06m).

**Operating Profit** was therefore £0.35m (1H21 Loss: (£0.75)m).

**Profit before tax** was £0.2m (1H21 loss: (£0.8m)).

**Net assets** at 30 June 2022 amounted to £11.9m (1H21: £10.5m). The increase in net assets primarily due to the sale of id4 to Anemoi International Ltd in 2021.

**Net cash** (being cash balances less borrowings) was £0.8m as at 30 June 2022 (1H21: £1.4m).

**Net cash inflow** from operating activities amounted to £0.18m compared to an outflow of £1.85m in 1H21.

**Net cash outflow from investing activities** amounted to £0.26m, which related to the purchase of portfolio securities and R&D in ARL, compared to 1H21 of £0.47m.

**Net cash outflow from financing activities** amounted to £3.89m (1H21: inflow £1.29m). This relates to the settlement of the short position on USD, which resulted in a gain of £0.3m.

# Interim Condensed Consolidated Statement of Income

For the six months ended 30 June 2022

	Note	Six months ended 30 Jun 22 Unaudited GBP	Six months ended 30 Jun 21 Unaudited GBP	Year ended 31 Dec 21 Audited GBP
<b>Continuing Operations</b>				
Revenue		119,498	122,712	138,656
Net financial income/(expense)		553,522	(9,262)	(355,204)
Other gains		101,691	218,574	(22,380)
Share of losses of associated entities		(93,758)	-	(9,156)
Cost of sales		-	177,921	(55,125)
<b>Gross Profit</b>		<b>680,953</b>	<b>509,945</b>	<b>(303,209)</b>
Administrative expenses excluding exceptional costs		(330,190)	(1,254,530)	(1,406,048)
<b>Profit/(loss) before depreciation</b>		<b>350,763</b>	<b>(744,585)</b>	<b>(1,709,257)</b>
Depreciation	4&5	(147,083)	(63,477)	(101,462)
<b>Profit/(loss) before taxation</b>		<b>203,680</b>	<b>(808,062)</b>	<b>(1,810,719)</b>
Taxation		(431)	(838)	132,240
<b>Profit/(loss) for the year from continuing operations</b>		<b>203,249</b>	<b>(808,900)</b>	<b>(1,678,479)</b>
Profit/(loss) for the year from discontinued operations		-	-	(305,509)
Gain on disposal of subsidiary		-	-	2,440,728
<b>Profit/(loss) for the year</b>		<b>203,249</b>	<b>(808,900)</b>	<b>456,740</b>
<b>Attributable to:</b>				
Equity shareholders of the parent		203,249	(766,439)	456,740
Non-controlling interest		-	(42,461)	-
		<b>203,249</b>	<b>(808,900)</b>	<b>456,740</b>
<b>Earnings per share - GBP (using weighted average number of shares)</b>				
<b>Basic and Diluted</b>	3	<b>0.03</b>	<b>(0.10)</b>	<b>0.06</b>

The notes on pages 13 to 18 form an integral part of this consolidated interim financial information.

# Interim Condensed Consolidated Statement of Comprehensive Income

For the six months ended 30 June 2022

	Six months ended 30 Jun 22 Unaudited GBP	Six months ended 30 Jun 21 Unaudited GBP	Year ended 31 Dec 21 Audited GBP
<b>Profit/(loss) for the financial year</b>	<b>203,249</b>	<b>(808,900)</b>	<b>456,740</b>
<b>Other comprehensive income:</b>			
Exchange differences on re-translating foreign operations	586,430	(111,573)	134,698
<b>Total comprehensive income</b>	<b>789,679</b>	<b>(920,473)</b>	<b>591,438</b>
<b>Attributable to:</b>			
Equity shareholders of the parent	789,679	(878,012)	591,438
Non-Controlling interest	-	(42,461)	-
<b>Total Comprehensive income</b>	<b>789,679</b>	<b>(920,473)</b>	<b>591,438</b>

The notes on pages 13 to 18 form an integral part of this consolidated interim financial information.

# Interim Condensed Consolidated Statement of Financial Position

As at 30 June 2022

	Note	As at 30 Jun 22 Unaudited GBP	As at 30 Jun 21 Unaudited GBP	As at 31 Dec 21 Audited GBP
<b>Assets</b>				
<b>Non-current assets</b>				
Goodwill		-	147,979	-
Intangible assets	4	1,073,047	1,000,632	907,531
Property, plant and equipment	5	1,608,478	738,269	1,661,081
Portfolio investments	6	1,536,883	1,786,524	1,187,346
Loans	7	6,056,810	6,089,729	5,705,273
Investments in associated entities	8	2,494,091	-	2,325,457
<b>Total non-current assets</b>		<b>12,769,309</b>	<b>9,763,133</b>	<b>11,786,688</b>
<b>Current assets</b>				
Trade and other receivables		897,740	578,531	809,607
Cash and cash equivalents		1,297,876	6,099,161	5,398,208
<b>Total current assets</b>		<b>2,195,616</b>	<b>6,677,692</b>	<b>6,207,815</b>
<b>Liabilities</b>				
<b>Current liabilities</b>				
Trade and other payables		1,156,112	693,375	1,113,289
Short term debt	9	163,262	53,532	-
Borrowings	9	459,280	4,701,915	4,475,560
<b>Total current liabilities</b>		<b>1,778,654</b>	<b>5,448,822</b>	<b>5,588,849</b>
<b>Net current assets</b>				
		<b>416,962</b>	<b>1,228,870</b>	<b>618,966</b>
<b>Non-current liabilities</b>				
Long term debt	9	1,243,273	442,179	1,252,335
<b>Total non-current liabilities</b>		<b>1,243,273</b>	<b>442,179</b>	<b>1,252,335</b>
<b>Net assets</b>				
		<b>11,942,998</b>	<b>10,549,824</b>	<b>11,153,319</b>
<b>Shareholders' Equity</b>				
Share capital	11	128,977	128,977	128,977
Share premium		21,717,786	21,717,786	21,717,786
Treasury shares		(8,558,935)	(8,558,935)	(8,558,935)
Other reserves		(1,696,320)	188,369	(1,696,320)
Non-Controlling Interest		-	(163,117)	-
Foreign exchange reserve		3,836,171	2,431,576	3,836,171
Retained earnings		(3,484,681)	(5,194,832)	(4,274,360)
<b>Total shareholders' equity</b>		<b>11,942,998</b>	<b>10,549,824</b>	<b>11,153,319</b>
<b>Total equity</b>				
		<b>11,942,998</b>	<b>10,549,824</b>	<b>11,153,319</b>

The notes on pages 13 to 18 form an integral part of this consolidated interim financial information. These financial statements were approved by the board on 12 August 2022.

Signed on behalf of the board by: 

Duncan Soukup

# Interim Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2022

	Notes	As at 30 Jun 22 Unaudited GBP	As at 30 Jun 21 Unaudited GBP	As at 31 Dec 21 Audited GBP
<b>Profit/(Loss) before income tax from:</b>				
Continuing operations		203,680	(1,017,374)	(1,810,719)
Add back Portfolio Holdings		(561,455)	209,312	374,741
Discontinued operations		-	-	(285,509)
<b>Profit/(Loss) before income tax</b>		<b>(357,775)</b>	<b>(808,062)</b>	<b>(1,721,487)</b>
<b>Adjustments for:</b>				
Impairment losses on goodwill		-	-	149,992
(Increase)/decrease in trade and other receivables		(88,133)	(76,143)	(311,077)
(Decrease)/increase in trade and other payables		42,823	(71,283)	347,870
Accrued interest income		180,132	(171,592)	-
Gain/(loss) on disposal of portfolio investments		(294,986)	(388,540)	117,541
Net exchange differences		(26,161)	(111,193)	(93,995)
Depreciation	4&5	147,083	63,477	210,401
Share of losses of associate		(93,758)	-	(9,156)
Fair value movement on portfolio investments		672,217	(281,978)	(704,554)
<b>Cash generated by operations</b>		<b>181,442</b>	<b>(1,845,314)</b>	<b>(2,014,465)</b>
Taxation		(431)	(2,006)	132,240
<b>Net cash flow from operating activities</b>		<b>181,011</b>	<b>(1,847,320)</b>	<b>(1,882,225)</b>
<b>Net cash flow from investing activities</b>				
Sale/(purchase) of property, plant and equipment		-	(18,741)	(1,564,752)
Sale/(purchase) of intangible assets	4	(167,576)	(314,854)	(212,433)
Sale/(purchase) of investment property		-	-	-
Net (purchase)/sale of portfolio investments	6	(89,465)	-	97,010
Investments in subsidiaries		-	-	(815,428)
Issuance of investment loans		-	(138,333)	-
<b>Net cash flow in investing activities</b>		<b>(257,041)</b>	<b>(471,928)</b>	<b>(2,495,603)</b>
<b>Cash flows from financing activities</b>				
Interest Expense		(25,132)	(17,639)	-
Leasing Liabilities		(45,051)	(22,385)	-
Proceeds from borrowings		32,116	1,326,267	354,229
Repayment of borrowings	9	(3,853,018)	-	2,167,225
<b>Net cash flow from financing activities</b>		<b>(3,891,085)</b>	<b>1,286,243</b>	<b>2,521,454</b>
<b>Net increase in cash and cash equivalents</b>		<b>(3,967,115)</b>	<b>(1,033,005)</b>	<b>(1,856,374)</b>
Cash and cash equivalents at the start of the year		5,398,208	7,020,592	7,116,110
Effects of exchange rate changes on cash and cash equivalents		(133,217)	111,574	138,472
<b>Cash and cash equivalents at the end of the year</b>		<b>1,297,876</b>	<b>6,099,161</b>	<b>5,398,208</b>

The notes on pages 13 to 18 form an integral part of this consolidated interim financial information.

# Interim Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2022

	Attributable to owners of the Company							Non- control- ling Interest GBP	Total Sharehold- ers Equity GBP
	Share Capital GBP	Share Premium GBP	Treasury Shares GBP	Other Reserves GBP	Foreign Exchange Reserve GBP	Retained Earnings GBP	Total GBP		
<b>Balance as at 31 December 2020</b>	<b>128,977</b>	<b>21,717,786</b>	<b>(8,558,935)</b>	<b>78,716</b>	<b>3,697,697</b>	<b>(5,428,679)</b>	<b>11,635,562</b>	<b>(122,298)</b>	<b>11,513,264</b>
Total comprehensive income	-	-	-	109,653	(1,266,121)	233,847	(922,621)	(40,819)	(963,440)
<b>Balance as at 30 June 2021</b>	<b>128,977</b>	<b>21,717,786</b>	<b>(8,558,935)</b>	<b>188,369</b>	<b>2,431,576</b>	<b>(5,194,832)</b>	<b>10,712,941</b>	<b>(163,117)</b>	<b>10,549,824</b>
Disposal of subsidiary with NCI	-	-	-	(1,884,689)	-	-	(1,884,689)	-	(1,884,689)
Exchange on conver- sion to GBP	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	1,404,595	920,472	2,325,067	163,117	2,488,184
<b>Balance as at 31 December 2021</b>	<b>128,977</b>	<b>21,717,786</b>	<b>(8,558,935)</b>	<b>(1,696,320)</b>	<b>3,836,171</b>	<b>(4,274,360)</b>	<b>11,153,319</b>	<b>-</b>	<b>11,153,319</b>
Total comprehensive income	-	-	-	-	-	789,679	789,679	-	789,679
<b>Balance as at 30 June 2022</b>	<b>128,977</b>	<b>21,717,786</b>	<b>(8,558,935)</b>	<b>(1,696,320)</b>	<b>3,836,171</b>	<b>(3,484,681)</b>	<b>11,942,998</b>	<b>-</b>	<b>11,942,998</b>

The notes on pages 13 to 18 form an integral part of this consolidated interim financial information.

# Notes to the Interim Condensed Consolidated Financial Information

## 1. General information

Thalassa Holdings Ltd (the “Company”) is a British Virgin Island (“BVI”) International business company (“IBC”), incorporated and registered in the BVI on 26 September 2007. The Company is a holding company with various interests across a number of industries.

Autonomous Robotics Limited (“ARL” – formerly GO Science 2013 Ltd) is a wholly owned subsidiary of Thalassa and is an Autonomous Underwater Vehicle (“AUV”) research and development company.

Apeiron Holdings (BVI) Ltd is a BVI registered company and is wholly owned by Thalassa. It owns 100% of Alfalfa AG which is a company registered in Switzerland.

WGP Geosolutions Limited is a wholly owned subsidiary of Thalassa which has an additional subsidiary, WGP Group AT GmbH, both currently non-operational.

## 2. Significant Accounting policies

The Group prepares its accounts in accordance with applicable UK Adopted International Accounting Standards.

The accounting policies applied by the Company in this unaudited consolidated interim financial information are the same as those applied by the Company in its consolidated financial statements as at and for the period ended 31 December 2021 except as detailed below.

The financial information has been prepared under the historical cost convention, as modified by the accounting standard for financial instruments at fair value.

### 2.1. Basis of preparation

The condensed consolidated interim financial information for the six months ended 30 June 2022 has been prepared in accordance with International Accounting Standard No. 34, ‘Interim Financial Reporting’. They do not include all of the information required for full annual financial statements and should be read in conjunction with the consolidated financial statements of the Company as at and for the year ended 31 December 2021.

These condensed interim financial statements for the six months ended 30 June 2022 and 30 June 2021 are unaudited and do not constitute full accounts. The comparative figures for the period ended 31 December 2021 are extracted from the 2021 audited financial statements. The independent auditor’s report on the 2021 financial statements was not qualified.

All intra-group transactions, balances, income and expenses are eliminated in full on consolidation.

### 2.2. Going concern

The financial information has been prepared on the going concern basis as management consider that the Group has sufficient cash to fund its current commitments for the foreseeable future.

# Notes to the Interim Condensed Consolidated Financial Information Continued

## 3. Earnings per share

	Six months ended 30 Jun 22 Unaudited	Six months ended 30 Jun 21 Unaudited	Year ended 31 Dec 21 Audited
The calculation of earnings per share is based on the following loss and number of shares:			
<b>Profit/(loss) for the period</b>	<b>203,249</b>	<b>(808,900)</b>	<b>456,740</b>
<b>Weighted average number of shares of the Company</b>	<b>7,945,838</b>	<b>7,945,838</b>	<b>7,945,838</b>
Earnings per share: Basic and Diluted (GBP)	0.03	(0.10)	0.06
<b>Number of shares outstanding at the period end:</b>	<b>7,945,838</b>	<b>7,945,838</b>	<b>7,945,838</b>

## 4. Intangible assets

	Develop- ment costs GBP	Patents GBP	Software GBP	Sub-total GBP	Goodwill GBP	Total GBP
<b>At 31 December 2021</b>						
Cost	762,358	126,382	22,550	911,290	-	911,290
Accumulated amortisation	-	-	(3,759)	(3,759)	-	(3,759)
<b>Net book amount</b>	<b>762,358</b>	<b>126,382</b>	<b>18,791</b>	<b>907,531</b>	<b>-</b>	<b>907,531</b>
<b>Half-year ended 30 June 2022</b>						
Opening net book amount	762,358	126,382	18,791	907,531	-	907,531
FX movement	-	-	2,546	2,546	-	2,546
	762,358	126,382	21,337	910,077	-	910,077
Additions	167,576	-	-	167,576	-	167,576
Amortisation charge	-	-	(3,958)	(3,958)	-	(3,958)
FX movement	-	-	(648)	(648)	-	(648)
<b>Closing net book amount</b>	<b>929,934</b>	<b>126,382</b>	<b>16,731</b>	<b>1,073,047</b>	<b>-</b>	<b>1,073,047</b>
<b>At 30 June 2022</b>						
Cost	929,934	126,382	25,096	1,081,412	-	1,081,412
Accumulated amortisation	-	-	(8,365)	(8,365)	-	(8,365)
<b>Net book amount</b>	<b>929,934</b>	<b>126,382</b>	<b>16,731</b>	<b>1,073,047</b>	<b>-</b>	<b>1,073,047</b>

The intangible assets held by the Group increased as a result of capitalising the development costs of Autonomous Robotics Ltd ("ARL").

# Notes to the Interim Condensed Consolidated Financial Information Continued

## 5. Property, plant and equipment

	Total	Land and buildings	Plant and Equipment	Motor Vehicles
Cost	GBP	GBP	GBP	GBP
Cost at 1 January 2022	2,017,577	1,413,282	119,576	484,719
FX movement	114,583	81,030	9,376	24,177
	2,132,160	1,494,312	128,952	508,896
<b>Cost at 30 June 2022</b>	<b>2,132,160</b>	<b>1,494,312</b>	<b>128,952</b>	<b>508,896</b>
<b>Depreciation</b>				
Depreciation at 1 January 2022	356,496	27,776	114,924	213,796
FX movement	37,146	19	12,980	24,147
	393,642	27,795	127,904	237,943
Charge for the year on continuing operations	143,125	93,623	1,996	47,506
Foreign exchange effect on year end translation	(13,085)	7	(3,665)	(9,427)
<b>Depreciation at 30 June 2022</b>	<b>523,682</b>	<b>121,425</b>	<b>126,235</b>	<b>276,022</b>
<b>Closing net book value at 30 June 2022</b>	<b>1,608,478</b>	<b>1,372,887</b>	<b>2,717</b>	<b>232,874</b>

## 6. Securities

The Group classifies the following financial assets at fair value through profit or loss (FVPL):-  
Equity investments that are held for trading

	As at 30 Jun 21 Unaudited GBP	As at 30 Jun 21 Unaudited GBP	As at 31 Dec 21 Audited GBP
<b>Securities</b>			
At the beginning of the period	1,187,346	1,397,983	1,417,003
Additions	2,078,047	3,225,366	3,445,080
Unrealised gain/(losses)	(168,131)	29,704	(518,523)
Disposals	(1,693,596)	(2,866,529)	(3,172,142)
Forex on opening balance	133,217	-	15,928
<b>At period close</b>	<b>1,536,883</b>	<b>1,786,524</b>	<b>1,187,346</b>

Investments have been valued incorporating Level 1 inputs in accordance with IFRS7.

# Notes to the Interim Condensed Consolidated Financial Information Continued

## 7. Loans and holdings

	As at 30 Jun 22 Unaudited GBP	As at 30 Jun 21 Unaudited GBP	As at 31 Dec 21 Audited GBP
Loans at period open	1,333,599	1,262,670	1,279,849
Accrued interest - to be waived	22,403	19,059	39,365
Forex on opening balance	150,599	-	14,385
<b>Loans at period close</b>	<b>1,506,601</b>	<b>1,281,729</b>	<b>1,333,599</b>
Portfolio Holdings at 1 January	4,371,674	4,235,156	4,292,777
Issued	-	324,085	255,607
Interest	158,225	157,053	293,767
Repaid	-	-	(475,861)
Forex	20,310	51,006	5,384
Fair Value Adjustment	-	40,700	-
<b>Portfolio holdings at period close</b>	<b>4,550,209</b>	<b>4,808,000</b>	<b>4,371,674</b>
<b>Total of loans and holdings</b>	<b>6,056,810</b>	<b>6,089,729</b>	<b>5,705,273</b>

The Loan is to the THAL Discretionary Trust, the terms of the loan are set with a 0% interest rate however interest has been accrued at 3% as per IFRS requirements, it is the intention of the Company to waive this interest upon repayment of the capital.

## 8. Investments in associated entities

On 17 December 2021, the acquisition of id4 was complete by Anemol International Ltd with consideration in the form of shares issued to Thalassa and its subsidiary Aperion BVI totaling 36.92% of the voting rights. The investment is recognised using the equity method as described in the financial statements for December 2021

Movement on interests in associates can therefore be summarised as follows:

	As at 30 Jun 22 GBP	As at 30 Jun 21 GBP	As at 31 Dec 21 GBP
Fair value of investment at beginning of period	2,325,457	-	2,086,448
Share of losses for the period	(93,758)	-	(9,156)
Conversion of loan notes to preference shares	-	-	248,165
Exchange Variance	262,392	-	-
	<b>2,494,091</b>	<b>-</b>	<b>2,325,457</b>

There are no other entities in which the Group holds 20% or more of the equity, or otherwise exercises significant influence over the affairs of the entity.

# Notes to the Interim Condensed Consolidated Financial Information Continued

## 9. Borrowings

	As at 30 Jun 22 Unaudited GBP	As at 30 Jun 21 Unaudited GBP	As at 31 Dec 21 Audited GBP
<b>Non-current liabilities</b>			
Credit facility	-	-	-
Lease liabilities	1,243,273	442,179	1,252,335
	<b>1,243,273</b>	<b>442,179</b>	<b>1,252,335</b>
<b>Current liabilities</b>			
Credit facility	459,280	4,701,915	4,324,649
Lease liabilities	163,262	53,532	150,911
	<b>622,542</b>	<b>4,755,447</b>	<b>4,475,560</b>

The credit facilities outstanding as at 30 Jun 2022 consist of fixed term advances opened on in May 2022 for £461k, this advance was settled in July 2022. The settling of the facility outstanding at Dec '21 was completed on the 9<sup>th</sup> April 2022.

The lease liabilities comprise of amounts owed in relation to office leases held by ARL and Aperion AG. The lease held by Aperion Holdings AG was entered in to in Feb 2021.

## 10. Related party balances and transactions

Under the consultancy and administrative services agreement initially entered into on 3 January 2011 and most recently updated 1 February 2018 with a company in which the Chairman has a beneficial interest, the Group was invoiced £225,145 (1H21: £261,382) for consultancy and administrative services provided to the Group. As at 30 June 2022 the amount owed to this company was £268,055 (1H21: £156,049).

Having not been paid out under the terms of the agreement, Mr Soukup volunteered to waive £453,856 of the balance held at December 2021. The 2022 services also remain unpaid and will be reviewed on an going basis in line with the performance of the Group.

## 11. Share capital

	As at 30 Jun 22 Unaudited GBP	As at 30 Jun 21 Unaudited GBP	As at 31 Dec 21 Audited GBP
<b>Authorised share capital:</b>			
100,000,000 ordinary shares of \$0.01 each	1,000,000	1,000,000	1,000,000
Exchange Rate for Conversion	1.61674	1.61674	1.61674
100,000,000 ordinary shares of \$0.01 each in GBP	618,529	618,529	618,529
<b>Allotted, issued and fully paid:</b>			
20,852,359 ordinary shares of \$0.01 each	208,522	208,522	208,522
Average Exchange Rate for Conversion	1.61674	1.61674	1.61674
20,852,359 ordinary shares of \$0.01 each in GBP	128,977	128,977	128,977

The exchange rate used for conversion is the aggregate rate for the transactions as they occurred.

# Notes to the Interim Condensed Consolidated Financial Information Continued

## 12. Subsequent events

There were no reportable subsequent events

## 13. Copies of the Interim Report

The interim report is available on the Company's website:

[www.thalassaholdingsltd.com](http://www.thalassaholdingsltd.com).

[www.thalassaholdingsltd.com](http://www.thalassaholdingsltd.com)



[www.autonomousroboticsltd.com](http://www.autonomousroboticsltd.com)