

DATINVEST INTERNATIONAL LTD.
MANAGEMENT DISCUSSION AND ANALYSIS
For the six months ended June 30, 2020

The following discussion and analysis, prepared as of August 28, 2020, should be read together with the audited financial statements and related notes attached thereto for the year ended December 31, 2019 and condensed interim financial statements for the six months ended June 30, 2020, which have been prepared in accordance with International Financial Reporting Standards. All amounts are stated in Canadian dollars unless otherwise indicated. This Management's Discussion and Analysis ("MD&A") provides relevant information on the operations and financial condition of Datinvest International Ltd. (the "Company") for the period ended June 30, 2020.

Forward-Looking Statements

Statements in this report that are not historical facts are forward-looking statements involving known and unknown risks and uncertainties, which could cause actual results to vary considerably from these statements. Readers are cautioned not to put undue reliance on forward-looking statements. Additional information related to Datinvest International Ltd. is available for view on SEDAR at www.sedar.com.

The Company

The Company has no business or operations and since September 28, 2001, is designated as inactive by the TSX Venture Exchange. The Company's shares are trading under the symbol DAI.H and are regulated by NEX polices.

On January 30, 2019, the Company issued 4,000,000 common shares at a price of \$0.15 per share pursuant to the exercise of warrants.

Results of Operations

Results of Operations for the three months ended June 30, 2020 and 2019

The net loss for the three months ended June 30, 2020 was \$27,777 compared to \$25,529 for the same period in 2019, representing an increase of \$2,248. The increase was primarily a result of an increase in consulting fees of \$7,500 offset by a decrease in transfer agent and filing fees of \$1,590 and professional fees of \$3,277.

The net losses during the three months ended June 30, 2020 and 2019 are summarized below:

	2020	2019
Consulting fees	\$ 22,500	\$ 15,000
Office	297	120
Professional fees	1,442	4,719
Transfer agent & filing fees	3,538	5,128
Unrealized loss on investment	-	562
Net loss for the period	\$ 27,777	\$ 25,529

Results of Operations

Results of Operations for the six months ended June 30, 2020 and 2019

The net loss for the three months ended June 30, 2020 was \$52,802 compared to \$45,228 for the same period in 2019, representing an increase of \$7,574. The increase was primarily a result of an increase in consulting fees of \$15,000 offset by a decrease in transfer agent and filing fees of \$3,039 and professional fees of \$5,456.

The net losses during the six months ended June 30, 2020 and 2019 are summarized below:

	2020		2019	
Consulting fees	\$	45,000	\$	30,000
Office		477		221
Professional fees		1,706		7,162
Transfer agent & filing fees		5,619		8,658
Unrealized (gain) on investment		-		(813)
Net loss for the period	\$	52,802	\$	45,228

Summary of Quarterly Results

	2020	2020	2019	2019	2019	2019	2018	2018
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3
Total revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loss for the Period	\$ 27,777	\$ 25,025	\$ 34,051	\$ 26,135	\$ 25,529	\$ 19,699	\$ 28,316	\$ 35,310
Basic Loss per Share	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.01
Diluted Loss per Share	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.01

Losses have remained consistent from period to period as the Company's operations are minimal.

Liquidity and Capital Resources

Working Capital

As at June 30, 2020, the Company has a working capital surplus of \$798,421 (December 31, 2019: \$851,223) and deficit of \$3,809,920 (December 31, 2019: \$3,757,118).

The Company has no commitment for capital expenditures as of August 28, 2020.

Cash and Cash Equivalents

On June 30, 2020 the Company had cash and cash equivalents of \$827,600 (December 31, 2019: \$867,595).

Cash Used in Operating Activities

Cash used by operating activities during the six months ended June 30, 2020 was \$39,995 (2019: \$49,358). Cash was mostly spent on consulting fees, professional fees, office, and transfer agent and filing fees.

Cash Used from Financing Activities

Cash from financing activities during the six months ended June 30, 2020 was \$Nil (2019: \$600,000).

Going Concern

The Company's financial statements have been prepared in accordance with International Financial Reporting Standards applicable to a going concern, which assumes that the Company will be able to meet its obligations and continue its operations for its next fiscal year. Realization values may be substantially different from carrying values as shown and these financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern as at June 30, 2020 the Company had not yet achieved profitable operations, has accumulated losses of \$3,809,920 (December 31, 2019: \$3,757,118) since its inception, a working capital surplus of \$798,421 (December 31, 2019: \$851,223) and expects to incur further losses in the development of its business, all of which casts substantial doubt about the Company's ability to continue as a going concern. The Company's ability to continue as a going concern is dependent on its ability to generate future profitable operations and/or to obtain the necessary financing to meet its obligations and repay its liabilities arising from normal business operations when they become due.

Off-Balance Sheet Arrangements

The Company is not committed to any off-balance sheet arrangements.

Financing Activities

On January 30, 2019, the Company issued 4,000,000 common shares at a price of \$0.15 per share pursuant to the exercise of warrants.

Outstanding Share Data as August 28, 2020

9,979,310 Common Shares

Warrants: None.

Stock Options: 500,000 exercisable at \$0.41 expiring March 16, 2023

Proposed Transactions

There are no proposed transactions that the Company has not previously disclosed.

Critical Accounting Estimates, Judgments and Uncertainties

The Company makes estimates about the future that affect the reported amounts of assets and liabilities. Estimates and judgments are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In the future, actual experience may differ from these estimates and assumptions.

Critical Accounting Estimates and Assumptions

Critical accounting estimates are estimates and assumptions made by management that may result in material adjustments to the carrying amount of assets and liabilities within the next financial year.

Critical Accounting Judgments

Critical accounting judgments are accounting policies that have been identified as being complex or involving subjective judgments or assessments.

Recovery of deferred tax assets

Judgment is required in determining whether deferred tax assets are recognized in the statement of financial position. Deferred tax assets, including those arising from unutilized tax losses, require management to assess the likelihood that the Company will generate taxable earnings in future periods, in order to utilize recognized deferred tax assets. Estimates of future taxable income are based on forecast cash flows from operations and the application of existing tax laws in each jurisdiction. To the extent that future cash flows and taxable income differ significantly from estimates, the ability of the Company to realize the net deferred tax assets recorded at the date of the statement of financial position could be impacted.

Additionally, future changes in tax laws in the jurisdictions in which the Company operates could limit the ability of the Company to obtain tax deductions in future periods.

The Company has not recorded any deferred tax assets.

Transactions with Related Parties

None.

Recent Accounting Pronouncements

New or revised standards and amendments to existing standards not yet effective

The Company has adopted the following new accounting standard and interpretation:

IFRS 16, Leases (effective January 1, 2019) introduced new requirements for the classification and measurement of leases. Under IFRS 16, a lessee no longer classifies leases as operating or financing and records all leases on the condensed consolidated statement of financial position, unless the lease term is 12 months or less or the underlying asset has a low value. The Company has applied a modified retrospective transition approach. The Company does not have any leases, and as a result, this standard had no impact on the Company's financial statements on adoption.

IFRIC 23, Uncertainty over Income Tax Treatments (effective January 1, 2019) provides guidance when there is uncertainty over income tax treatments including, but not limited to, whether uncertain tax treatments should be considered separately; assumptions made about the examination of tax treatments by tax authorities; the determination of taxable profit, tax bases, unused tax losses, unused tax credits, and tax rates; and, the impact of changes in facts and circumstances. This interpretation did not have an impact on the Company's financial statements.

Management Responsibility

Management is responsible for the preparation and integrity of the financial statements, including the maintenance of appropriate information systems, procedures and internal controls. Management is also responsible to ensure that information disclosed externally, including the financial statements and MD&A, is complete and reliable.

Management has evaluated the effectiveness of the Company's disclosure controls and procedures and has concluded that they are operating effectively. It is important to recognize that the Company has very limited administrative staffing. As a result, internal controls which rely on segregation of duties in many cases are not appropriate or possible. The Company relies heavily on senior management review and approval to ensure that the controls are as effective as possible.