

DATINVEST INTERNATIONAL LTD.
MANAGEMENT DISCUSSION AND ANALYSIS
For the nine months ended September 30, 2020

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 September 30, 2020. This MD&A is prepared as of November 26, 2020 and should be read together with the audited financial statements and related notes attached thereto for the year ended December 31, 2019 and our condensed interim financial statements for the nine months ended September 30, 2020, which have been prepared in accordance with International Financial Reporting Standards. All amounts are stated in Canadian dollars unless otherwise indicated.

Forward-Looking Statements

Statements in this MD&A 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 September 30, 2020 and 2019

The net loss for the three months ended September 30, 2020 was \$29,913 compared to \$26,135 for the same period in 2019, representing an increase in loss of \$3,778. The increase in loss was primarily the result of an increase in consulting fees and professional fees, offset by a decrease in transfer agent and filing fees.

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

	2020	2019
Consulting fees	\$ 25,875	\$ 22,500
Office	46	40
Professional fees	1,526	-
Transfer agent & filing fees	2,216	2,845
Unrealized loss on investment	250	750
Net loss for the period	\$ 29,913	\$ 26,135

Results of Operations

Results of Operations for the nine months ended September 30, 2020 and 2019

The net loss for the nine months ended September 30, 2020 was \$82,465 compared to \$71,363 for the same period in 2019, representing an increase in loss of \$11,352. The increase was primarily a result of an increase in consulting fees of \$18,375 offset by a decrease in transfer agent and filing fees of \$3,668 and professional fees of \$3,930.

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

	2020		2019	
Consulting fees	\$	70,875	\$	52,500
Office		523		261
Professional fees		3,232		7,162
Transfer agent & filing fees		7,835		11,503
Unrealized (gain) on investment		250		(63)
Net loss for the period	\$	82,465	\$	71,363

Summary of Quarterly Results

	2020	2020	2020	2019	2019	2019	2019	2018
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4
Total revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loss for the Period	\$ 29,913	\$ 27,777	\$ 25,025	\$ 34,051	\$ 26,135	\$ 25,529	\$ 19,699	\$ 28,316
Basic Loss per Share	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
Diluted Loss per Share	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00

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

Liquidity and Capital Resources

Working Capital

As at September 30, 2020, the Company has a working capital surplus of \$768,508 (December 31, 2019: \$851,223) and deficit of \$3,839,833 (December 31, 2019: \$3,757,118).

The Company has no commitment for capital expenditures as of the date of this MD&A.

Cash and Cash Equivalents

On September 30, 2020 the Company had cash and cash equivalents of \$798,822 (December 31, 2019: \$867,595).

Cash Used in Operating Activities

Cash used by operating activities during the nine months ended September 30, 2020 was \$68,773 (2019: \$85,411). Cash used in operating activities was focused on general corporate and administrative activities, including consulting fees, professional fees, office, and transfer agent and filing fees.

Cash Provided by Financing Activities

Cash provided by financing activities during the nine months ended September 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 September 30, 2020 the Company had not yet achieved profitable operations, has accumulated losses of \$3,839,833 (December 31, 2019: \$3,757,118) since its inception, a working capital surplus of \$768,508 (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.

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 standards and amendments:

Amendments to IFRS 3, Business Combinations (effective January 1, 2020) assist in determining whether a transaction should be accounted for as a business combination or an asset acquisition. It amends the definition of a business to include an input and a substantive process that together significantly contribute to the ability to create goods and services provided to customers, generating investment and other income, and it excludes returns in the form of lower costs and other economic benefits. The amendment had no impact on the Company.

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.

Subsequent to September 30, 2020, 325,000 stock options were cancelled unexercised.

Outstanding Share Data as November 26, 2020

9,979,407 Common Shares

Warrants: None.

Stock Options: 175,000 exercisable at \$0.41 expiring March 16, 2023