



APPENDIX 4E FULL YEAR REPORT
FINANCIAL YEAR ENDED 30 JUNE 2022
RESULTS FOR ANNOUNCEMENT TO THE MARKET

This information should be read in conjunction with the 2022 Annual Financial Report on LBT Innovations Ltd (**LBT** or the **Company**) and its 100% owned subsidiary Clever Culture Systems AG (**CCS**) (together the **Group**).

	June 2022	June 2021	Change	Change
	\$'000s	\$'000s	\$'000s	%
Revenue	2,900	2,110	790	37.4%
Net profit / (loss)	(6,641)	(7,260)	619	8.5%
Total comprehensive income / (loss)	(6,641)	(7,434)	793	10.7%

Revenue

Revenue for the year ended 30 June 2022 was \$2.90 million, an increase of 37.4% from the prior year. This Revenue comprised:

- \$1.50 million from the sale of six APAS® Independence instruments by LBT's subsidiary CCS. As these sales occurred after LBT gained full ownership and control of CCS on 31 December 2021, the gross amount of the sales revenue has been recognised in the Annual Financial Report of the Group.
- \$0.16 million revenue from annual license fees, and maintenance & support fees.
- \$0.62 million grant income.
- \$0.41 million consulting income - paid by CCS to LBT. This is applicable prior to gaining full ownership of CCS on 31 December 2021.
- \$0.21 million other income - largely interest and consulting services to third parties.

The Group's principal source of revenue during the year was \$1.66m from sales of the APAS® Independence including revenue for annual license fees and maintenance & support fees.

Net profit / (loss) for the year

The consolidated net loss after income tax for the year was (\$6.64) million, comprising a loss before income tax of (\$8.76) million less an income tax benefit of \$2.12 million. The loss before income tax of (\$8.76) million comprised:

- \$2.90 million in total revenue, including \$1.66 million of revenue from APAS® Independence sales, together with associated license fees and maintenance & support income;
- (\$0.80) million for cost of goods sold;
- (\$4.66) million for total employee expenses;
- (\$2.93) million depreciation and amortisation;
- (\$1.75) million other expenses including marketing, research & development and corporate expenses;
- (\$0.55) million equity accounting provision for LBT's 50% share of the loss of its joint venture company, CCS, prior to the acquisition of the remaining 50% of CCS on 31 December 2021; and
- (\$0.97) million loss on revaluation of LBT's pre-existing 50% ownership of CCS. On 31 December 2021, LBT revalued its previously held 50% equity interest and shareholder loans to fair value, based on the acquisition consideration paid for the other 50% interest and shareholders loans acquired from Hettich (refer Note 26 of the Annual Financial Report).

Dividends

It is not proposed to pay a dividend.

Net Tangible Assets per security

The net tangible assets per LBT share was 0.88 cents as at 30 June 2022, compared with 4.10 cents per share as at 30 June 2021.

Control Gained or lost over entities

On 31 December 2021, LBT completed its acquisition of the remaining 50% ownership of CCS from Hettich Holding Beteiligungs- und Verwaltungs-GmbH (**Hettich**). LBT acquired the 50% equity interest, together with Hettich's shareholder loans in CCS, for \$4.0 million comprising \$1.0 million cash, 30.7 million LBT shares valued at \$2.8 million and 8 million unlisted options valued at \$0.2 million.

Dividend or distribution reinvestment scheme

Not applicable.

Details of associates and joint venture entities

Prior to the acquisition noted above, LBT held a 50% interest in the joint venture company CCS, incorporated in Switzerland. The purpose of the joint venture was to commercialise LBT's APAS technology which was exclusively licensed to CCS for use in the culture plate process. On 31 December 2021 CCS became a 100% owned subsidiary of LBT.

Audited Financial Statements

This report is based on the 2022 Annual Financial Report which has been audited by HLB Mann Judd Audit (SA) Pty Ltd.

The audit opinion concludes that the Annual Financial Report is in accordance with the Corporations Act 2001, including:

- (a) giving a true and fair view of the Group's financial position as at 30 June 2022 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards and the Corporations Regulations 2001.

The audit report notes a material uncertainty relating to Going Concern (as disclosed in Note 1 of the Annual Financial Report) and contains an emphasis of matter in relation to significant uncertainty about the key assumptions of sales and sales growth used for the impairment assessment for the APAS® related assets (as disclosed in Note 1(f) of the Annual Financial Report).