

APPENDIX 4E FULL YEAR REPORT
FINANCIAL YEAR ENDED 30 JUNE 2020
RESULTS FOR ANNOUNCEMENT TO THE MARKET

This information should be read in conjunction with LBT Innovations Ltd (**LBT** or the **Company**) 2020 Annual Financial Report.

	June 2020 \$'000s	June 2019 \$'000s	Change \$'000s	Change %
Revenue	1,751	2,903	(1,152)	(39.7%)
Net profit / (loss)	(5,636)	(4,350)	(1,286)	(29.6%)
Total comprehensive income / (loss)	(5,591)	(4,272)	(1,319)	(30.9%)

Revenue

Revenue for the year ended 30 June 2020 was \$1.75 million, a decrease by 39.7% from the prior year, as the prior year included \$1.24 million invoiced to LBT's 50% owned joint venture company Clever Culture Systems AG (CCS), for services associated with finalisation of the physical APAS® instrument. Revenue for the year ended 30 June 2020 comprised:

- \$1.16 million consulting income from services provided to CCS; and
- \$0.59 million other income - largely interest and grant income

LBT's principal source of revenue during the year is from the provision of consulting services by LBT to CCS.

Net profit / (loss) for the year

The Company's net loss for the year was \$5.64 million. This comprised a loss before income tax of \$7.42 million less an income tax benefit of \$1.78 million. The income tax benefit includes a net R&D tax refund receivable of \$0.75 million.

The loss before tax of \$7.42 million is comprised of:

- \$2.43 million of depreciation and amortisation expenses. \$2.30 million relates to amortisation of the APAS® development costs;
- \$1.76 million for LBT's 50% share of the loss of CCS which includes \$1.27 million for the amortisation of its capitalised APAS® development costs. Consistent with LBT, amortisation was commenced following the first sale of an APAS® instrument in August 2018;
- \$2.76 million for total employee and consulting expenses, net of employee costs recharged to CCS;
- \$1.06 million general administration, finance and other expenses; and
- \$0.59 million other income, largely interest and grant income.

Dividends

It is not proposed to pay a dividend.

Net Tangible Assets per security

The net tangible assets per LBT share was 4.54 cents as at 30 June 2020, compared with 6.59 cents per share as at 30 June 2019.

Control Gained or lost over entities

Not applicable.

Dividend or distribution reinvestment scheme

Not applicable.

Details of associates and joint venture entities

LBT has a 50% interest in a joint venture with Hettich AG, conducted through Clever Culture Systems AG (CCS) incorporated in Switzerland. The interest in the joint venture is held directly by LBT. The purpose of the joint venture is to commercialise LBT's APAS technology which is exclusively licensed to CCS for use in the culture plate process.

Audited Financial Statements

This report is based on the 2020 Annual Financial Report which has been audited by HLB Mann Judd (SA) Pty Ltd.