

31 August 2021

Company Announcements Platform
ASX Limited
Exchange Centre
20 Bridge St
Sydney NSW 2000

MARINER CORPORATION LIMITED

APPENDIX 4E – PRELIMINARY FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2021

Financial year ended 30 June 2021 ('current year')

Financial year ended 30 June 2020 ('previous year')

The directors of Mariner Corporation Limited ("the company") are pleased to announce the results of the company for the year ended 30 June 2021 as follows:

RESULTS FOR THE ANNOUNCEMENTS TO THE MARKET

Key Information	Movement	% Change	Year ended 30 June 2021	Year ended 30 June 2020
Revenue from ordinary activities	Decrease	63%	85,695	229,520
Net loss from ordinary activities attributable to members. Due to increase in employee benefits, professional and investment costs.	Increase	39%	595,754	429,604
Net loss after tax attributable to members. Due to increase in employee benefits, professional and investment costs	Increase	39%	595,754	429,604

DIVIDENDS

No dividends have been paid or declared during the current year.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	30 June 2021	30 June 2020
	\$	\$
Revenue	86,050	-
Other net (loss)/gain	(355)	229,520
Expenses from ordinary activities, excluding borrowing costs	(678,035)	(577,172)
Borrowing costs	(3,414)	(81,952)
(Loss) before income tax	(595,754)	(429,604)
Income tax expense	-	-
(Loss) for the year	(595,754)	(429,604)
(Loss) attributable to members	(595,754)	(429,604)

Expenses from ordinary activities (excluding borrowing costs):

Details of "Expenses from ordinary activities"	30 June 2021	30 June 2020
	\$	\$
Administration and office costs	(94,984)	(47,765)
Consulting Costs	(75,204)	(89,178)
Employee benefits expense	(356,330)	(208,892)
Depreciation	(65,859)	(4,587)
Unrealised loss on foreign exchange transactions	(21,639)	(4,494)
Professional fees and investment cost	(64,019)	(222,256)
Total expenses from ordinary activities	(678,035)	(577,172)

Revision of accounting estimates

Details of Revision of Accounting Estimates in accordance with AASB118:

Not applicable

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	30 June 2021 \$	30 June 2020 \$
Assets		
Current assets		
Cash and cash equivalents	84,371	580,973
Other receivables	72,113	2,851
Other assets	-	22,875
Financial assets	355	710
Total current assets	156,839	607,409
Non-current assets		
Property, plant and equipment	31,391	-
Right of use assets	45,384	104,155
Total non-current assets	76,775	104,155
Total assets	233,614	711,564
Liabilities		
Current liabilities		
Trade and other payables	112,164	85,176
Lease liabilities	40,090	50,444
Borrowings	140,205	-
Total current liabilities	292,459	135,620
Non-current liabilities		
Lease liabilities	9,282	54,190
Total non-current liabilities	9,282	54,190
Total liabilities	301,741	189,810.00
Net (liabilities)/assets	(68,127)	521,754
Equity		
Issued capital	137,704,915	137,704,915
Reserves	6,008	135
Accumulated losses	(137,779,050)	(137,183,296)
Total (deficit)/equity	(68,127)	521,754

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Issued capital	Reserves	Accumulated losses	Total
	\$	\$	\$	\$
Balance on 1 July 2019	133,587,098	-	(136,753,692)	(3,166,594)
Loss for the year	-	-	(429,604)	(429,604)
Other comprehensive income for the year	-	135	-	135
Total comprehensive loss for the year	-	135	(429,604)	(429,469)
Transactions with owners				
Issued Shares	4,117,817	-	-	4,117,817
Balance on 30 June 2020	137,704,915	135	(137,183,296)	521,754
Balance on 1 July 2020	137,704,915	135	(137,183,296)	521,754
Loss for the year	-	-	(595,754)	(595,754)
Other comprehensive income for the year	-	5,873	-	5,873
Total comprehensive loss for the year	-	5,873	(595,754)	(589,881)
Balance on 30 June 2021	137,704,915	6,008	(137,779,050)	(68,127)

CONSOLIDATED STATEMENT OF CASH FLOWS

	30 June 2021	30 June 2020
	\$	\$
Cash flows from operating activities		
Payments to suppliers and employees	(546,235)	(550,290)
Net cash used in operations and operating activities	(546,235)	(550,290)
Cash flows from investing activities		
Payments to acquire plant property and equipment	(47,595)	-

Net cash used in investing activities	(47,595)	-
Cash flows from financing activities		
Proceeds from borrowings	140,205	107,000
Repayment of borrowings	-	(1,385,087)
Proceeds from issue of shares	-	2,400,000
Interest expense – leases	(3,414)	(422)
Repayment of lease liabilities	(46,324)	(4,102)
Net cash generated by financing activities	90,467	1,117,389
Net (decrease)/increase in cash and cash equivalents	(503,363)	567,099
Cash and cash equivalents at the beginning of the year	580,973	13,874
Net effect of fx translation	6,761	-
Cash and cash equivalents at the end of the year	84,371	580,973

Non-cash financing and investing activities

Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows are as follows:

Not applicable

Reconciliation of cash and cash equivalents (\$84,370)

	30 June 2021	30 June 2020
	\$	\$
Cash at bank and on hand	84,370	580,973
Total cash and cash equivalents	84,370	580,973

Reconciliation of (loss) for the year to net cash flows from operating activities

Loss for the year	(595,754)	(429,604)
Adjustments for:		
Fair value changes of financial asset	(355)	3,760
Depreciation and amortisation	65,859	4,587
Debt forgiven	-	(229,520)
Finance costs	3,414	81,952

Operating loss before change in working capital	(526,836)	(568,825)
Changes in working capital:		
Other receivables	(69,262)	(1,530)
Other assets	22,875	(22,875)
Trade and other payables	26,988	42,940
Net cash used in operations	(546,235)	(550,290)

Dividends

	Date dividend is payable	Amount per security	Franked amount per security at 30% tax	Amount per security of foreign source dividend
Final dividend:				
Current year	-	-	-	-
Previous year	-	-	-	-
Interim dividend:				
Current year	-	-	-	-
Previous year	-	-	-	-

Total dividend per security (interim plus final)

	30 June 2021 \$	30 June 2020 \$
Ordinary securities	-	-

Dividend reinvestment plans

The dividend or distribution plans shown below are in operation:

Not applicable

The last date(s) for receipt of election notices for the dividend or distribution plans:

Not applicable

Any other disclosures in relation to dividends (distributions):

Not applicable

NET TANGIBLE ASSET PER SHARE

Key Information	30 June 2021	30 June 2020
Net tangible asset per share	(0.5) cents per share	(0.01) cents per share

DETAILS OF ENTITIES OVER WHICH CONTROL HAS BEEN GAINED OR LOST

Controlled Entities

Name of entity (or group of entities):

Mariner International Limited / Mariner Investment Limited

Loss of control over entities

Name of entity (or group of entities):

Not applicable

Date control lost:

Not applicable

Contribution of such entities to the reporting entity's profit/ (loss) from ordinary activities during the period (where material):

Not applicable

Consolidated profit / (loss) from ordinary activities of the controlled entity (or group of entities) whilst controlled during the whole of the previous corresponding period (where material):

Not applicable

Details of associates and joint ventures entities:

Not applicable

SIGNIFICANT INFORMATION

During the financial year, the group was able to undertake and complete (with shareholder approved being obtained) a director's loan from our Chairman Mr Cai Liping for the loan amount of \$500,000. The director's loan is for the group working capital for the financial year of 2021 to 2022. The director loan structure as follow and was announced on 20 July 2021, and consisted of the following features:

Executive Chairman, Mr Liping Cai, has agreed to provide the Company with a short term, unsecured loan of A\$500,000 on commercial terms. The loan is not convertible into shares.

The loan will be drawn down by the Company in two tranches as follows:

- AU\$300,000 already drawn down on June 2021; and
- At the election of the Company, up to an additional AU\$200,000 to be drawn down on or before 31 December 2021.

The funds from the loan will be applied towards working capital purposes of the Company. Material terms of the loan agreement are as follows:

- Loan amount: Up to A\$500,000, drawn down in two tranches as set out above
- Loan term: 12 months (being 20 July 2022)
- Interest rate: 6% per annum on any amount drawn down
- Security: Nil
- The agreement does not include any right to convert the loan into MCX shares

The loan has provided the group and its management the flexibility to focus on identifying and exploring growth opportunities.

The Company continued to implement further cost cutting initiatives during the period (to streamline its operations and, mitigate against any potential impact on COVID-19 on its operations), with a view to set up the business for future opportunities by expanding the group's business network to neighbouring regions, including Asia.

Focusing on local pre-investment opportunities in Australia – NSW

As a diversified investments company, the group has remained committed to making strategic investments in companies and passive assets, which can deliver value for its shareholders. Whilst the Board's strategy for the financial year has been impacted by COVID-19 and the need to keep costs low, the Board has been able to remain active in increasing its coverage of pre-investment opportunities.

Given the Board's local investment knowledge and experience in the financial services and investments sector, consistent with its strategy, the group's regional overseas office in Hong Kong will continue to increase the group's coverage of pre-investment opportunities and provide pre-investment advisory services. This resulted in the group establishing a wholly owned subsidiary, Mariner International Limited incorporated in Hong Kong, during the financial year.

Local Investment opportunities

The group management team is actively studying numbers of local investments opportunities focusing on residential property redevelopment projects in NSW and QLD.

According to the updated market research, the management team strongly believed the Australia Residential Property Market is continues picking up despite under the COVID-19 pandemic effect. We are currently studying numbers of investment projects offers for the residential property redevelopment projects in NSW. Up to this announcement date none of this project is sign off or secure by confirmation agreement.

Funding raising for investment

The Board intends to obtain funding by ways of new placement and or issue the promissory note to source our funding for target investments. Failing to successfully raise funds could mean the investment action will not take place due to insufficient investment funding.

The Board will closely review the market movement and provide update, once an investment offer has been accepted and the fund-raising activities are ready to take place. The Board will immediately keep the public notice by further announcement.

Impact of COVID-19

COVID-19 has presented challenges to the group's goals of identifying growth opportunities as a diversified investments group. Through these challenges, the group has focused on streamlining operations, implementing cost savings where possible and identifying cost effective ways to increase value of shareholders.

SUBSEQUENT EVENTS

Other than as noted above, there has not been any matter or circumstance occurring after the end of the financial year that has significantly affected, or may significantly affect, the operations of the group, the results of those operations, or the state of affairs of the group in future financial years.

COMMENTARY ON RESULTS FOR THE PERIOD

The loss for the group after providing for income tax amounted to \$595,753, (2020 loss of: \$429,604). The company has continued to reduce its operating and finance costs during the last 12 months whilst it explores new investment opportunities.

The group is in a net liabilities position at balance date of \$68,127 (2020: net assets \$521,754).

ANNUAL REPORT

This report is based on the consolidated financial statements for the year ended 30 June 21 of Mariner Corporation Limited and its Controlled Entity, that are in the process of being audited by Advanced Assurance Pty Ltd.

AUDIT

If the accounts have not yet been audited or subject to review and are likely to be subject to dispute or qualification, details are described below:

Not applicable

If the accounts have been audited or qualified or subject to review and are subject to dispute or qualification, details are described below:

Not applicable

Signed

A handwritten signature in black ink, appearing to be 'Liping Cai', written in a cursive style.

Liping Cai
Chairman