

BEYOND INTERNATIONAL LIMITED AND ITS CONTROLLED ENTITIES
ABN 65 003 174 409

Final Report

For the Year Ended 30 June 2021

Beyond International Limited

ACN 003 174 409

This final report is provided to the Australian Securities Exchange (ASX) under ASX Listing Rule 4.3A

This announcement has been authorised for release to the ASX by the Board of Beyond International Limited.

Current Reporting Period:
Previous Corresponding Period:

Financial year ended 30 June 2021
Financial year ended 30 June 2020

Appendix 4E

Final Report

Name of Entity	BEYOND INTERNATIONAL LIMITED
ABN	65 003 174 409
Financial Year Ended	30 JUNE 2021
Previous Corresponding Reporting Period	30 JUNE 2020

Results for Announcement to the Market

		\$'000	Percentage increase /(decrease) over previous corresponding period
Revenue and other income from ordinary activities		116,661	Up 46.2%
Profit from ordinary activities after tax attributable to members		555	NMF*
Net profit for the period attributable to members		555	NMF
Dividends (distributions)	Amount per security	Franked amount per security	
Interim Dividend	0.00 cents per share	NIL	
Final Dividend	0.00 cents per share	NIL	
Previous corresponding period			
Interim Dividend	0.00 cents per share	NIL	
Final Dividend	0.00 cents per share	NIL	
Record date for determining entitlements to the dividends (if any)		N/A	
Brief explanation of any of the figures reported above necessary to enable the figures to be understood: Refer to release			

- NMF – Not a meaningful figure

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Dividends

Date the dividend is payable	N/A
Record date to determine entitlement to the dividend	N/A
Amount per security	N/A
Total dividend	N/A
Amount per security of foreign sourced dividend or distribution	N/A
Details of any dividend reinvestment plans in operation	N/A
The last date for receipt of an election notice for participation in any dividend reinvestment plans	N/A

NTA Backing

	Current Period	Previous corresponding period
Net tangible asset backing per ordinary security	30.8 cents	28.4 cents

Associates or Joint Ventures

Tropo Productions Pty Ltd	50% joint venture with EQ Media Production Pty Ltd
Melodia Limited	33.33%
Melodia (Australia) Pty Ltd	33.33%
GB Media, Inc	10%

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Beyond International Ltd releases full year financial results for the year ended 30 June 2021

	JUNE 2021	JUNE 2020	Variance - Fav/(Unfav)	
	\$,000	\$,000	\$,000	%
Operating Revenue	114,497	78,432	36,064	46.0%
Other Income	2,165	1,348	817	60.6%
Total Revenue	116,661	79,780	36,881	46.2%
Expenses - Cost of Sales	(88,508)	(59,432)	(29,076)	(48.9%)
Expenses - Overheads	(18,793)	(18,196)	(597)	(3.3%)
Total Expenses	(107,301)	(77,628)	(29,672)	(38.2%)
EBITDA	9,361	2,152	7,209	335.0%
Depreciation and Amortisation	(5,935)	(7,232)	1,297	17.9%
Discount on Acquisition	-	9,036	(9,036)	(100.0%)
Impairment of Assets	-	(8,054)	8,054	(100.0%)
EBIT	3,426	(4,097)	7,523	NMF
Net Interest Expense	(425)	(492)	68	13.8%
Profit/(Loss) Before Tax	3,001	(4,589)	7,590	NMF
Tax Expense	(981)	509	(1,490)	NMF
Profit/(Loss) After Tax	2,020	(4,080)	6,100	NMF
Discontinued Operations Held For Sale	(1,466)	(1,986)	520	26.2%
Profit/(Loss) After Tax and before minority interests	555	(6,066)	6,621	NMF
Minority Interests	245	(328)	573	NMF
Profit/(Loss) After Tax attributable to members	800	(6,394)	7,194	NMF
Additional Information				
EPS (cents per share)	1.30	(7.19)	8.49	NMF
Dividends per Share (cents)	-	-	-	-
NTA (cents per share)	30.8	28.4	2.4	8.4%

Key Points

- Total Operating revenue up by \$36,880,000 to \$116,661,000 from \$79,780,000
- Digital marketing business unit reclassified as a discontinued operation held for sale – loss net of income tax of \$1,466,000
- EBITDA increased by \$7,209,000 to \$9,361,000 from \$2,152,000
- Positive EBIT of \$3,426,000 against a prior year loss of \$4,097,000
- Net profit after tax and before outside equity interests of \$555,000, an improvement over the prior year loss of \$6,066,000
- Cash flows from operating activities of \$2,708,000 (2020: \$2,446,000)
- Debt repayments of \$5,835,000 were made in the 2021 financial year, mainly to repay loans relating to production and amounts owing to Seven Network on acquisition of 7Beyond
- Cash at bank as at 30 June 2021 was \$6,442,000 (2020: \$10,504,000)

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Overview of results

EBITDA for the 2021 financial year was \$9,361,000, up \$7,209,000 on the prior corresponding period, while EBIT was \$3,426,000 compared to a negative EBIT in the 2020 financial year of \$4,097,000. Revenues were up by \$36,881,000 or 46% compared to the 2020 financial year.

As a result of reclassifying the digital marketing business unit as a discontinued operation held for sale, operating results for the business unit have been eliminated from operating revenues and costs for both the 2021 and 2020 financial years.

The improvement in EBITDA/EBIT was driven by the acquisition of TCB Media Limited (TCB) in April 2020, the acquisition of the 50.8% of 7Beyond Media Rights Limited owned by Seven West Media Limited, and the acquisition of Seven West Studios (Seven Studios UK) from Seven West Media Limited. The EBITDA/EBIT result was achieved despite the negative impact the ongoing Covid-19 pandemic on program production and distribution throughout the world.

Profit after income tax but before minority interests is \$555,000 on total revenue of \$116,661,000. This compares to the loss after income tax but before minority interests of \$6,066,000 for the prior corresponding period.

Beyond received a total of \$2,147,000 Job Keeper support in the 2021 financial year compared to \$775,000 in the prior corresponding period. This includes \$468,000 received by the digital marketing business (2020: \$130,000). The Paycheck Protection Program (PPP) non-recourse loan received from the US Government of \$393,000 in the 2020 financial year was forgiven in the current period and booked to other income.

From 1 April 2020 the Non-Executive Directors forfeited 100% of their Director's fees, the CEO forfeited 20% of his salary package and all staff employed at 1 April 2020 agreed to reductions in their remuneration ranging between 5% and 20%. During the 2021 financial year 75% of the reduction was reinstated, with the final 25% reinstated on 1 August 2021 except for Directors, the CEO and three senior executives.

While Covid-19 presented challenges and delays in production schedules, cost reductions of \$1,121,000 across travel, entertainment, and marketing costs resulted, with many of the trade conventions and markets around the world held virtually by video conference facilities. It is likely that most of these cost reductions will continue into the 2022 financial year.

Negotiations are being concluded for a management buyout of 100% of the Company's shares in the digital marketing business, Beyond D. Non-binding terms of the share sale agreement have been negotiated and closure of the transaction is expected by mid-September 2021.

Tabled below are the results for each operating division.

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	30 Jun 2021 \$,000	30 Jun 2020 \$,000	Variance \$,000	Variance %
Revenue				
Productions & Copyright	71,986	44,772	27,213	60.8%
Distribution	43,799	28,011	15,789	56.4%
Home Entertainment	388	5,648	(5,261)	(93.1%)
Other Revenue	489	1,349	(861)	(63.8%)
Total Revenue	116,661	79,780	36,881	46.2%
Operating EBITDA before adjustments:				
Productions & Copyright	8,801	5,797	3,004	51.8%
7Beyond Joint Venture	-	83	(83)	(100.0%)
Distribution	6,285	1,929	4,356	NMF
Home Entertainment	28	(567)	595	NMF
Corporate	(3,978)	(4,398)	419	9.5%
Foreign Exchange (Loss) / Gain	(1,131)	308	(1,439)	NMF
Total Operating EBITDA before adjustments	10,005	3,153	6,852	217.3%
Operating EBIT before adjustments:				
Productions & Copyright	6,309	3,974	2,336	58.8%
7Beyond Joint Venture	-	83	(83)	(100.0%)
Distribution	6,281	1,624	4,657	NMF
Home Entertainment	28	(1,478)	1,506	NMF
Corporate	(5,367)	(5,629)	262	4.7%
Foreign Exchange (Loss) / Gain	(1,131)	308	(1,439)	NMF
Total Operating EBIT before adjustments:	6,121	(1,117)	7,239	NMF
Non Operating or Non Recurring Items:				
Productions & Copyright	(877)	(1,452)	575	39.6%
Distribution	(1,818)	(1,698)	(121)	(7.1%)
Home Entertainment	-	(5,396)	5,396	(100.0%)
Discount on Acquisition	-	9,036	(9,036)	(100.0%)
Intangible Impairment	-	(3,470)	3,470	(100.0%)
EBIT	3,426	(4,097)	7,523	NMF

1. Television Productions and Copyright Segment (Beyond Production)

Segment revenue increased by \$27,213,000 or 60.8% to \$71,986,000 compared to the prior year. The increase in revenue has been driven by the acquisition of the balance of 7Beyond not previously owned (renamed Beyond Media Rights – BMR), allowing the company to be consolidated into the Beyond Group's financial statements (revenues of \$25,348,000) and Seven Studios UK (renamed Beyond Screen Production – BSPUK) (revenues of \$7,209,000). Projects produced through a joint venture company, Beyond TNC, grew revenues by \$1,528,000

The segment EBIT prior to one-off items was \$6,309,000 being 59% (\$2,336,000) higher than the corresponding period in 2020 of \$3,974,000 (prior to one-off adjustments).

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Impairments to investments in the television series Beat Bugs, Motown Magic and Halifax Retribution of \$877,000 reduced EBIT to \$5,433,000, \$2,927,000 better than the \$2,506,000 reported in the prior corresponding period.

Key programs produced by BMR for the US market in the year were:

- ◆ My Lottery Dream Home series 11 and 12 as well as a number of My Lottery Dream Home specials for HGTV
- ◆ 50K Three Ways for HGTV
- ◆ Chocolate Meltdown at Hersheys and Tiny Food Fight for the Food Network
- ◆ Mystery Basket and Chef's Choice for EKO
- ◆ How To Spot A Killer for Discovery ID; and
- ◆ Motor Mythbusters for Motor Trend

Other US productions included a US version of Pooch Perfect for ABC Network and Deadly Women series 14 for Discovery ID.

UK productions included a UK version of Pooch Perfect for the BBC and My Lottery Dream Home International for HGTV.

Television programs commissioned for the Australian market in the 2021 financial year include season 4 of Love It Or List It Australia for Foxtel, Pacific Sports for the ABC, Memory Lane for Nine and Facing Monsters, a feature documentary being released in Australian cinemas from November 2021.

Programming produced by Beyond TNC include They All Came Down to Montreux for worldwide distribution and Blitzed for Sky Arts in the UK.

Copyright revenues declined year on year by \$1,927,000 to \$1,924,000. The 2020 financial year included \$800,000 in music publishing royalties and strong sales of the Deadly Women catalogue. Licensing of Mythbusters and Deadly Women contributed the majority of revenues of \$1,927,000 in the 2021 financial year.

The 2021 financial year included Job Keeper of \$1,094,000 compared to receipts of \$381,000 in the 2020 financial year. In addition, the PPP loan from the US Federal Government of \$393,000 was forgiven and booked to Other income.

During the 2021 financial year, 125 hours of television commenced production (2020:135 hours). This included 63 hours commissioned by US broadcasters (2020: 54 hours). While overall, hours of production declined from 135 hours in the 2020 financial year, the number of hours produced for the US increased by 17% year on year.

All of Beyond's production entities have a substantial forward order book and a deep slate of projects in development and are actively working with US, UK, Australian and international broadcasters and digital platforms to develop and produce new programs for the world market.

Production on a new drama series, Troppo, for AGC internationally and the ABC locally, commenced production on the Gold Coast in July 2021. The series is a 50/50 co-production with EQ Media.

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2. Distribution TV Segment (Beyond Rights)

Revenue increased by \$15,744,000 or 56.1% to \$43,799,000 compared to \$28,056,000 in the corresponding 2020 period.

The increase in revenues reflects a full year contribution of the combined Irish/UK rights distribution company after the acquisition of TCB Media Rights Limited in April 2020.

EBIT before one-off items is \$6,281,000, an improvement of \$4,657,000 over the prior corresponding period. Impairment of advances paid to producers of \$1,151,000 was recognised in the current financial year compared to impairments of \$698,000 in the 2020 financial year. Restructuring costs, including redundancies, of \$667,000 were incurred in the period compared to \$1,000,000 in restructuring costs from the acquisition of TCB in 2020.

EBIT for the 2021 financial year after the one-off items was \$4,463,000, a material improvement from the loss recorded in the 2020 financial year of \$74,000.

During the year significant licenses for productions were achieved for existing program franchises including Abandoned Engineering, Highway Thru Hell, Love It or List It, Massive Engineering Mistakes, Extreme Ice Machines, Giant Lobster Hunters and Heavy Rescue 401. Mythbusters and Deadly Women produced by Beyond Productions continue to perform well.

Third party programs are primarily sourced from independent producers in the US, UK, Australia, and Canada. Product focus continues to be factual series, documentaries, family, and children's programs as there is a steady demand for these genres from broadcasters throughout the world.

The client base has expanded significantly during the past two years with the digital platforms (SVOD and AVOD) such as Discovery + and You Tube rapidly becoming key revenue drivers for the Company's programs.

3. Home Entertainment Segment (BHE)

The BHE business was restructured in July 2020, with key licensing contracts novated to Regency Media. The business no longer has any direct employees or overheads.

Beyond earns a commission on sales of product made by Regency and booked revenues of \$388,000 in the 2021 financial year.

The net contribution of BHE after royalty payments and stock movements in the 2021 financial year was \$28,000.

4. Digital Marketing Segment (BeyondD)

Beyond D has been classified as a discontinued operation held for sale in the 2021 annual accounts. The result of the business is still disclosed within the segment note.

The loss from the business unit net of tax was \$1,466,000. Operating EBIT was negative \$2,057,000, including an impairment of net assets of \$915,000 related to long term receivables. Excluding the impairment, EBIT loss was \$1,142,000 which compares to the EBIT loss before impairments of \$1,070,000 reported in the 2020 financial year.

The business received \$468,000 in Job Keeper and other Government initiatives relating to Covid-19 in 2021 compared to \$130,000 received in the 2020 financial year.

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5. Corporate

Corporate overheads reduced by \$262,000 in the 2021 financial year against the prior corresponding period. This was due to \$401,000 in Job Keeper compared to \$171,000 in 2020. Cost reductions of \$473,000 in wages, travel and entertainment were offset by increases in computer and software related costs and higher audit and legal fees from the acquisition activity undertaken across the last two years.

5. Income Tax

The underlying income tax for the 2021 financial year was \$249,000. After reclassifying an income tax expense benefit of \$610,000 relating to the Digital Marketing business unit to Discontinued operations held for sale and including non-recoupable withholding taxes (\$113,000) from licensing receipts and US State tax of \$16,000, tax expense for the year is \$981,000.

Foreign Exchange – Impact on Results

The Group has significant exposure to foreign exchange fluctuations in the television production and distribution operating segments with approximately 86% (2020: 52%) of Group revenues derived from outside Australia.

In the normal course, the company only hedges production costs denominated in US\$ that are to be received for services provided by the Australian production business. Foreign currency sales contracts entered into by the distribution segment are not hedged.

The Australian dollar increased significantly against the US dollar and Euro in 2021. The exchange rate with the US dollar rose from \$0.686 at 30 June 2020 to peak at \$0.80 in February 2021 before falling back to \$0.752 at 30 June 2021.

The total foreign exchange loss for FY2021 is \$1,131,000 (2020: gain of \$297,000). This loss is allocated to the operating segments as follows:

Item	Segment	Jun-21	Jun-20	Movement	
		\$	\$	\$	%
Realised gain / (loss)	Distribution / TV	(466,143)	347,357	(813,500)	NMF
Unrealised gain / (loss)	Distribution / TV	99,383	(145,183)	244,567	NMF
Realised (loss)/gain	Production	(135,687)	(5,837)	(129,850)	NMF
Unrealised gain / (loss)	Production	101,510	(37,718)	139,228	NMF
Realised (loss)/gain	Other	(47,493)	30,092	(77,584)	NMF
Unrealised (loss)/gain	Other	(682,871)	108,504	(791,375)	NMF
Total FX Gain/(loss)		(1,131,301)	297,213	(1,428,514)	NMF

Dividend

The Directors have determined that there will be no final dividend for the 2021 financial year.

Conclusion and Outlook

During the past year management focus was to restructure the international program sales business following the acquisition of TCB in April 2020, acquiring Seven Studios UK, assuming 100% control of the 7Beyond joint venture, restructuring the Home Entertainment business and exiting the digital marketing business (Beyond D).

The management structure of the international sales business has been changed substantially with the appointment of a new CEO, Head of Sales, and Head of Acquisitions all based at the Company's London office. The sales executive team has been overhauled with three new sales executives brought into the business. A new position of Financial Director was created to manage and control the financial and cash management of the expanded business. The business was rebranded as Beyond Rights during the year.

As noted above, the Beyond Rights business delivered substantial improvements in terms of financial performance compared to prior periods with sales increasing by \$15,744,000 and EBIT increasing by \$4,657,000.

The acquisition of the Seven Productions business in the UK coupled with Beyond assuming 100% control of the Seven Beyond Joint Venture has boosted program production revenue by \$26,754,000 and increasing segment EBIT by 59% to \$6,309,000.

The Home Entertainment business was rationalised during the year and all activities outsourced. Management also concluded a non-binding agreement to sell 100% of the Company's shares in the Beyond D business.

Exiting the home entertainment and digital marketing segments underscores the Company's forward strategy of focusing on two core activities: Program development and production for English speaking markets and the acquisition and licensing of programs to markets throughout the world.

The Covid-19 pandemic first impacted Beyond's financial results from April 2020 as the production business experienced significant delays and the international sales business moved to a state of uncertainty.

Production has resumed during the 2021 financial year under strict Covid related production protocols. This has caused significant delays in commencing productions and increased Covid related costs to comply with Covid production protocols.

The only office to remain open during the period was the Artarmon post-production and corporate facility. Post-production continued under strict Covid protocols which included non-essential staff not being allowed to enter the premises.

As noted above the Beyond Rights delivered significantly improved results in the financial year. This is despite all employees working from home at each of the Company's offices in Dublin, London, Los Angeles and Sydney. Further the traditional media sales markets and conferences were all cancelled and pivoted to "virtual" events using video conferencing technology.

Despite these challenges our employees have quickly adapted to new and unique work practices including continuing to engage with the Company's customers and suppliers in a positive and effective way. The Board acknowledges the significant financial and personal sacrifices made by our employees and is thankful for the continued support of our shareholders during these unprecedented times.

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Given the experience over the past 18 months we are confident that the Company will continue to deliver improved financial outcomes despite the continued uncertainty created by the ongoing Covid-19 pandemic.

A handwritten signature in dark ink, appearing to read 'Mikael Borglund', is written over a light blue rectangular background.

Mikael Borglund
CEO & Managing Director
31 August 2021

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About Beyond

Beyond International Limited (ASX: BYI) is a leading international producer and distributor of television and digital content and is one of the largest independent distributors of home entertainment product in Australia. The Company is headquartered in Sydney and listed on the Australian Securities Exchange.

Beyond has produced over five thousand hours of television programs for broadcast internationally including Mythbusters, Love It Or List It Australia, Selling Houses Australia, Deadly Women and Pooch Perfect for both the US and UK markets. The company has production offices in Sydney, Perth, San Francisco, and Los Angeles and produces programs for Australian, US and International broadcasters.

Beyond's international distribution business markets an extensive program catalogue sourced from third party producers and internal production. This business unit is headquartered in Dublin, with sale offices in London and Sydney.

This announcement is made pursuant to Listing Rule 4.1 & 3.1.

All enquiries should be directed to:

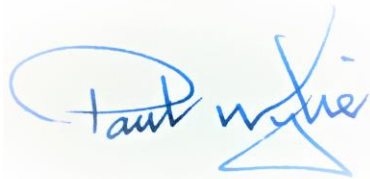
Mr Mikael Borglund. Managing Director, Beyond International Limited
Telephone 02 9437 2000 or email investor_relations@beyond.com.au

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Audit/Review Status

This report is based on accounts to which one of the following applies: (Tick one)			
The accounts have been audited	<input checked="" type="checkbox"/>	The accounts have been subject to review	<input type="checkbox"/>
The accounts are in the process of being audited or subject to review	<input type="checkbox"/>	The accounts have not yet been audited or reviewed	<input type="checkbox"/>
If the accounts have not yet been audited or subject to review and are likely to be subject to dispute or qualification, a description of the likely dispute or qualification: N/A			
If the accounts have been audited or subject to review and are subject to dispute or qualification, a description of the dispute or qualification: N/A			

Attachments Forming Part of Appendix 4E

Attachment #	Details
1	Financial Statements
Signed By (Company Secretary)	
Print Name	Paul Wylie
Date	31 August 2021

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DIRECTORS REPORT

Your Directors present their report on the Company and its controlled entities ("Consolidated Entity" or "Group") for the financial year ended 30 June 2021.

1. Directors

The names of Directors in office at any time during or since the end of the financial year are;

Ian Ingram	-	Non-Executive Chairman
Mikael Borglund	-	Managing Director
Anthony Lee	-	Non-Executive Director
Ian Robertson	-	Non-Executive Director

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

2. Company secretary

The following person held the position of Company Secretary during and at the end of the financial year:

Mr. Paul Wylie joined Beyond on the 7 November 2013 and was appointed Company Secretary on 7 November 2013. Mr. Wylie is also the General Manager of Finance for the Group.

3. Principal activities of the group

The principal activities of the group during the financial year were television program production, international sales of television programs, and digital marketing. There was no significant change in the nature of those activities during the financial year.

4. Operating results

The consolidated profit attributable to members of the Company for the financial year was \$800,000 (2020: \$6,394,000 loss).

5. Dividends

No dividends have been declared in relation to the 2021 financial year.

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6. Review of operations

Revenue from continuing operations for the year was 46% higher than revenues for 2020 at \$114,497,000 compared to \$78,432,000 with operating expenses increasing by \$29,672,000 or 38% year on year. Revenues and operating expenditure include trading results for the full year for TCB Media Rights and for 7Beyond Media Rights and Seven Studios UK for the period 9 July 2020 to 30 June 2021. The result excludes the digital marketing business unit as this is disclosed separately as a discontinued operation held for sale. The result for the digital marketing division was a net loss after tax of \$1,466,000.

Net profit after tax before minority interests is \$555,000 for the 2021 financial year – this compares favourably to the loss after tax before minority interests of \$6,066,000 reported for the 2020 financial year.

Net cash flow from operating activities was \$2,708,000 (2020: \$2,446,000).

Net cash decreased by \$4,241,000 in the 2021 financial year. This included loan repayments of \$5,835,000 in relation to loans secured for specific productions including Halifax Retribution and the repayment of loans advanced by the Seven Network in relation to the acquisition of 7Beyond Media Rights not previously owned. The funding of the acquisition cost of Seven Studios of \$904,000 was completed using free cash flow from operations.

The Group received \$2,147,000 in Job Keeper support in the 2021 financial year.

Television Productions and Copyright Segment

Television production revenue increased by \$26,754,000 or 59% to \$71,986,000. The segment received \$1,094,000 in Job Keeper support to 30 June 2021.

In 2021 the net “copyright income” from the further exploitation of the programs by Beyond Distribution was \$1,924,000 compared to \$3,851,000 in 2020.

Segment operating EBIT for the 12-month period more than doubled to \$5,433,000 (2020: \$2,522,000).

The growth in revenues and earnings was mainly due to the acquisition of the 50.08% of 7Beyond not owned, and the acquisition of Seven Studios UK.

The television series produced for the US market during the year includes returning titles Pooch Perfect US, Deadly Women series 14 and My Lottery Dream Home series 11. New commissions in the year include Motor Mythbusters, 50k Three Ways, How To Spot A Killer, Tiny Food Fight, Mystery Basket, Chef's Choice and Chocolate Meltdown at Hersheys.

UK commissioned productions were Pooch Perfect UK, My Lottery Dream Home International and Blitzed!.

Australian program commissions during the period include Love It Or List It Australia 4, Memory Lane and Pacific Sports.

TV and Film Distribution Segment (Beyond Rights)

Segment revenue has increased by \$15,744,000 or 56% increase to \$43,799,000 compared to the corresponding 12-month period (2020: \$28,056,000). The improvement in revenue is due to the full

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year contribution from the catalogue of programmes acquired in the purchase of TCB Media Rights in April 2020.

The segment EBIT for the twelve months was \$4,463,000 compared to a loss of \$74,000 in 2020. Profitability was impacted by restructuring costs incurred as a consequence of combining the two Rights businesses of \$667,000 and the write-off of advances paid to third party producers that are not expected to be recouped (\$1,151,000). The segment received \$107,000 in Job Keeper support in 2021.

During the year successful sales were achieved for in house produced series', which include Deadly Women, Mythbusters and The Invisibles.

The most successful third-party products sold were Abandoned Engineering, Highway Thru Hell, the Love It Or List It franchise, Chasing Monsters, Heavy Rescue 401 and Massive Engineering Mistakes.

Home Entertainment Segment (BHE)

The BHE business was effectively closed in July 2020, with key licensing contracts novated to Regency Media. Beyond continues to earn a commission on sales of product sold by Regency and booked revenues of \$388,000 in the 2021 financial year.

The net contribution of BHE in the 2021 financial year was \$28,000.

Digital Marketing Segment (Beyond D)

Beyond D has been reclassified as a discontinued business held for sale.

Trading for Beyond D net of tax was a loss of \$1,466,000.

7. Significant changes in the state of affairs

On 9 July 2020 The Group acquired 100% of the share capital of Seven West Studios Limited (incorporated in the United Kingdom) from Seven West Media Limited. The Group also acquired the remaining 50.98% ownership in 7Beyond Media Rights Limited (incorporated in the Republic of Ireland) that it didn't already own from Seven Network (Operations) Limited on the same date.

8. Matters subsequent to the end of the financial year

No matter or circumstance has arisen since 30 June 2021 that has significantly affected or may significantly affect the Group's operations, the results of those operations or the Group's state of affairs in future years.

9. Likely developments and expected results of operations

The Company is now set up to focus on two core activities:

- The development and creation of media content in the English language from its production operations in the USA, UK and Australia; and
- The distribution and licensing of completed media content to international markets.

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10. Information on Directors & Company Secretary

Name	Qualifications & experience	Special responsibilities	Directors' interests in shares of Beyond International Limited
I Ingram BA, Bsc(Econ), Honours Barrister at Law	Chairman of Winchester Investments Group Pty Ltd and Sealion Media Ltd as well as Chairman of various private venture capital and investment companies. Member of the Board since 1986	Chairman, member of the Audit Committee, member of the Remuneration Committee, and Chairman of the Nomination Committee.	19,521,777 direct/indirect
M Borglund B.Bus, CA	Extensive management & finance experience. Former member of the board of the Australian Film Institute. Member of the Board since 1990	Managing Director, CEO and member of the Nomination Committee.	3,208,925 direct/indirect
A Lee BA, MBA	Director of Aberon Pty Ltd, a private investment company, a substantial shareholder in the company. Member of the Board since 1990	Non-Executive Director, Chairman of the Audit Committee, member of the Remuneration Committee, and member of the Nomination Committee.	5,474,997 direct/indirect
Ian Robertson AO LL.B. BComm, FAICD	A media and corporate lawyer who is the National Managing Partner of national law firm Holding Redlich and is the Managing Partner of the firm's Sydney office. He is a former President of the Board of the Victorian Government screen agency Film Victoria, and the former Deputy Chair of the Australian Government film agency Screen Australia. Member of the Board since 2006	Non-Executive Director, Chairman of the Remuneration Committee and member of the Nomination Committee.	110,000 direct/indirect
Paul Wylie BA Acctg, CPA	Extensive media finance experience with over 30 years in broadcast and subscription television and television production industries. Company Secretary roles for a number of entities during this period	General Manager, Finance Company Secretary	22,000 Indirect

The particulars of Directors' interests in shares are as at the date of this report. No changes in Directors' interests in shares has occurred from the year ended 30 June 2021.

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11. Directors' meetings

The numbers of meetings of the Company's Board of Directors and of each Committee held during the financial year ended 30 June 2021, and the number of meetings attended by each Director was:

Director	Board of Directors Meetings		Audit Committee Meetings		Remuneration Committee Meetings	
	Number Eligible to Attend	Number Attended	Number Eligible to Attend	Number Attended	Number Eligible to Attend	Number Attended
I Ingram	9	9	2	2	1	1
M Borglund	9	9	-	-	-	-
A Lee	9	9	2	2	1	1
I Robertson	9	9	-	-	1	1

12. Indemnification and insurance of Directors and officers

The Company has entered into agreements to indemnify all Directors of the Company named in section 1 of this report, and current and former executive officers of the Group, against all liabilities to persons (other than the Company or a related body corporate) which arise out of the performance of their normal duties as Director or executive officer, unless the liability relates to conduct involving a lack of good faith. The Group has agreed to indemnify the Directors and executive officers against all costs and expenses incurred in defending an action that falls within the scope of the indemnity and any resulting payments.

The Group paid insurance premiums totalling \$54,690 (2020: \$37,070) in respect of Directors' and officers' liability insurance. The policy does not specify the premium of individual Directors and executive officers.

The directors' and officers' liability insurance provides cover against all costs and expenses involved in defending legal actions, and any resulting payments arising from a liability to persons (other than the Company or a related body corporate) incurred in their position as Director or executive officer, unless the conduct involves a wilful breach of duty or an improper use of inside information or position to gain advantage.

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DIRECTORS REPORT

13. Remuneration report (Audited)

A) Remuneration Policy

The broad approach by the Group to remuneration is to ensure that remuneration packages:

- properly reflect individual's duties and responsibilities.
- are competitive in attracting, retaining, and motivating staff of the highest quality; and
- uphold the interests of shareholders.

The remuneration policies adopted are considered to have contributed to the growth of the Group's profits and shareholder benefit by aligning remuneration with the performance of the Group.

B) Remuneration Approach – Non-Executive Directors

Non-Executive Directors are remunerated from a maximum aggregate amount of \$350,000 per annum.

Current rates effective 1 October 2013 paid to Non-Executive Directors are:

Chairman	\$188,025 p.a.
Non-Executive Director	\$50,000 p.a.

Additional Duties

Chairman of a board committee	\$10,000 p.a.
Member of a board committee	\$5,000 p.a.

The Board's policy is to remunerate Non-Executive Directors at market rates from comparable companies having regard to the time commitments and responsibilities assumed.

There are no termination payments to Non-Executive Directors on retirement from office other than payments relating to their accrued superannuation entitlements.

C) Contractual Arrangements – Key management personnel

Name	Position	Duration of contract	Period of Notice to Terminate the Contract
M Borglund	Managing Director	No Fixed term	Either party may terminate on twelve months' notice
J Luscombe	General Manager - Productions & Senior Vice President	No Fixed term	Either party may terminate on twelve months' notice
P Tehan	General Manager - Legal & Business Affairs	No Fixed term	One-month notice given by either party
M Murphy ¹	Executive Director - Ireland	No Fixed term	Twelve weeks' notice given by either party
K Llewellyn-Jones ²	Chief Executive Officer – Beyond Rights	No Fixed term	Six months' notice given by either party

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P Wylie	General Manager - Finance & Company Secretary	No Fixed term	Three months' notice given by either party
J Ward	General Manager - Digital Marketing	No Fixed term	Three months' notice given by either party

The contracts referred to are currently on foot and variously part performed as to the duration of them. The contracts are terminable by the Company in the event of serious misconduct or non-rectified breach. Only remuneration that is due but unpaid up to the date of termination and normal statutory benefits will be paid in these circumstances.

1. Mr. Michael Murphy's role changed on 24 July 2020 from General Manager – Distribution to Executive Director – Ireland.
2. Ms. Katy Llewellyn-Jones was appointed Chief Executive Officer – Beyond Rights on 24 July 2020

D) Key Management Personnel Remuneration

The Board undertakes an annual review of its performance and the performance of the Board Committees against goals set at the start of the financial year. Any performance related bonuses are available to executives of the Company and thus no bonuses are payable to Non-Executive Directors. Any performance related bonuses will be based on the divisional net profit before tax exceeding the annual budget approved by the Board prior to the commencement of the relevant financial year by a minimum percentage and achieving pre-agreed KPI's. Details of the nature and the remuneration of each Director of Beyond International Limited and each of the six executives with the greatest authority for the strategic direction and management of the Company and the Group are set out in the following tables.

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Directors of Beyond International Limited

2021

Name	Salary & Fees*	Bonus	Non-monetary benefits	Post-employment benefits (superannuation)	Other Long-Term Benefits (Leave)	Share based payments	Total	Share based payments % of Total
M Borglund	\$712,887	-	-	\$21,694	\$80,137	-	\$814,719	0%
I Ingram	\$70,509	-	-	-	-	-	\$70,519	0%
A Lee	\$20,548	-	-	\$1,952	-	-	\$22,500	0%
I Robertson	\$20,548	-	-	\$1,952	-	-	\$22,500	0%
Total	\$824,492	-	-	\$25,598	\$80,137	-	\$930,228	0%

Mikael Borglund's bonus as a percentage of his salary and fees is 0% (2020: 0%).

* Reflects reduction in remuneration due to COVID-19 and 75% reinstatement to 30 June 2021.

2020

Name	Salary & Fees*	Bonus	Non-monetary benefits	Post-employment benefits (superannuation)	Other Long-Term Benefits (Leave)	Share based payments	Total	Share based payments % of Total
M Borglund	\$756,420	-	-	\$21,003	\$53,731	-	\$831,154	0%
I Ingram	\$94,013	-	-	-	-	-	\$94,013	0%
A Lee	\$41,096	-	-	\$3,904	-	-	\$45,000	0%
I Robertson	\$41,096	-	-	\$3,904	-	-	\$45,000	0%
Total	\$932,625	-	-	\$28,811	\$53,731	-	\$1,015,167	0%

* Reflects reduction in remuneration due to COVID-19

Mikael Borglund is the only Executive Director employed by Beyond International Limited.

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For the 2021 financial year the Group did not exceed the budget by the set criteria and as such Mikael Borglund was not entitled to a performance bonus. During the 2020 financial year the Group did not exceed the budget by the set criteria and as such Mikael Borglund was not entitled to a performance bonus.

Executive Officers' Remuneration

2021

Name	Salary & Fees	Bonus	Non-monetary benefits	Post-employment benefits (superannuation)	Other Long-Term Benefits (Leave)	Termination Benefits	Share based payments	Total	Share based payments % of Total
J Luscombe	\$552,477	\$482,600	-	\$21,694	\$25,455	-	-	\$1,082,226	0%
K Llewellyn-Jones	\$339,372	-	-	\$10,827	\$16,832	-	-	\$367,030	0%
M Murphy *	\$305,057	-	-	\$17,859	\$11,649	-	-	\$334,565	0%
P Wylie *	\$260,373	-	-	\$21,694	\$24,580	-	-	\$306,647	0%
P Tehan *	\$237,523	-	-	\$21,632	\$267	-	-	\$259,422	0%
J Ward *	\$220,392	-	-	\$20,860	(\$3,063)	-	-	\$238,189	0%
Total	\$1,915,195	\$482,600	-	\$114,566	\$75,718	-	-	\$2,588,079	0%

* Reflects reduction in remuneration due to COVID-19 and 75% reinstatement to 30 June 2021.

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2020

Name	Salary & Fees*	Bonus	Non-monetary benefits	Post-employment benefits (superannuation)	Other Long-Term Benefits (Leave)	Termination Benefits	Share based payments	Total	Share based payments % of Total
J Luscombe	\$580,135	\$158,025	-	\$21,003	\$47,640	-	-	\$806,803	0%
P Wylie	\$263,153	-	-	\$21,003	\$14,191	-	-	\$298,347	0%
M Murphy	\$341,078	-	-	\$18,206	\$3,023	-	-	\$362,307	0%
P Tehan	\$240,060	-	-	\$20,940	\$9,937	-	-	\$270,874	0%
P Maddison**	\$501,335	-	-	\$21,003	(\$131,555)	83,734	-	\$474,517	0%
J Ward	\$230,257	-	-	\$20,720	\$8,185	-	-	\$259,162	0%
Total	\$2,156,018	\$158,025	-	\$122,875	(\$48,578)	83,734	-	\$2,472,074	0%

* Reflects reduction in remuneration due to COVID-19

** Resigned in June 2020.

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John Luscombe's bonus as a percentage of his salary and fees is 87% (2020: 27%). The bonus calculation is based on the financial performance of programs created and produced, and divisional net profit before tax performance to budget.

During the 2021 financial year, the Group did not exceed the budget by the set criteria or for the individual divisions. As such no executives, other than John Luscombe were entitled to a performance bonus. This has been received and is detailed above.

In the 2020 financial year the budget criteria were not met and consequently those executives other than John Luscombe were not entitled to this bonus.

Executive Officers' Shareholdings

2021

Entity	Opening Balance 1.07.2020	No. Acquired (On Mkt)	No. Acquired (Off Mkt)	No. Acquired (ESS)	No. Disposed	Closing Balance 30.06.2021
J Luscombe	273,478	-	-	-	-	273,478
P Tehan	75,000	-	-	-	-	75,000
P Wylie	2,000	20,000	-	-	-	22,000
K Llewellyn-Jones	-	-	-	-	-	-
M Murphy	-	-	-	-	-	-
J Ward	-	-	-	-	-	-
	350,478	20,000	-	-	-	370,478

2020

Entity	Opening Balance 1.07.2019	No. Acquired (On Mkt)	No. Acquired (Off Mkt)	No. Acquired (ESS)	No. Disposed	Closing Balance 30.06.2020
J Luscombe	273,478	-	-	-	-	273,478
P Tehan	75,000	-	-	-	-	75,000
P Maddison	50,000	-	-	-	-	50,000
P Wylie	2,000	-	-	-	-	2,000
M Murphy	-	-	-	-	-	-
J Ward	-	-	-	-	-	-
	400,478	-	-	-	-	400,478

Transactions with other related parties

J Luscombe is a director of Ryzara Pty Ltd. The company has received payments for services rendered by J Luscombe during the year. These fees are included as part of the Executive Remuneration disclosed in Note 34 and the Director's Report.

Voting and Comments made at the Company's 2020 Annual General Meeting (AGM)

The company received 98.3% of "for" votes in relation to its remuneration report for the year ended 30 June 2020. The company did not receive any specific feedback at the AGM regarding its remuneration policy.

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Beyond International Employee Share Plan

The Board has adopted an employee share plan (note 31) under which employees and Directors of the Group may subscribe for shares in the Company using funds loaned to them by the Group. The Board has also adopted a share plan on substantially the same terms for consultants of the Group (Consultant Plan). The purpose of the Employee Share Plan is to:

- assist in the retention and motivation of employees and Directors of the Group by providing them with a greater opportunity to participate as shareholders in the success of the group; and
- create a culture of share ownership amongst the employees of the Group. The employee share plan was approved by shareholders at the Company's extraordinary general meeting on 12th April 2006.

2,587,500 shares were originally issued under the Employee Share Plan to eligible employees and Directors and the Group has entered into loan agreements with participants to provide the funds necessary to subscribe for those shares. Shares have been issued in accordance with the Employee Share Plan rules. There are 1,525,000 shares still subject to the Employee Share Plan.

Under the Employee Share Plan rules the Board of the Group has the power to decide which full time or permanent part-time employees and Directors of the Group will participate in the Employee Share Plan and the number of shares offered to each participant. The number of shares offered to be issued under the Employee Share Plan and Consultants Plan in a five-year period must not exceed 5% of the total number of issued shares at the time of the offer, disregarding certain share issues.

The shares granted under the Employee Share Plan may be subject to any restrictions the Board considers appropriate and the Board may implement any procedure the Board considers appropriate to restrict the disposal of shares acquired under the Employee Share Plan. The Board also has the power to vary or terminate the Employee Share Plan at any time, subject to the ASX Listing Rules and the Corporations Act 2001.

Below are the key financial indicators for the previous 5 years.

	EBIT	Net Profit/(Loss)	EPS	NTA*	Total Equity	Dividends
	000s	000s	(Cents per share)	(Cents per share)	000s	(Cents per share)
2017	(8,195)	(7,469)	(12.18)	44.37	32,085	2.00
2018	354	(707)	(1.15)	42.67	30,919	0.00
2019	(1,577)	(2,774)	(4.52)	38.00	27,993	0.00
2020	(6,332)	(6,394)	(10.42)	28.40	21,048	0.00
2021	3,426	800	1.30	30.79	21,086	0.00

This concludes the remuneration report that has been audited.

BEYOND INTERNATIONAL LIMITED AND ITS CONTROLLED ENTITIES
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14. Total number of employees

The total number of fulltime equivalent employees employed by the Group at 30 June 2021 was 119 as compared with 112 at 30 June 2020.

15. Shares under option

At the date of this report, there are no un-issued ordinary shares of Beyond International Limited under option.

16. Shares redeemed under the Employee Share Plan

No shares have been redeemed from the Beyond International Limited employee share plan during or since the end of the financial year. No further shares have been approved by the Board of Directors under this plan.

17. Environmental regulations

The Group has assessed whether there are any particular or significant environmental regulations which apply to it and has determined that there are none.

18. Corporate Governance Statement

Please see the following URL of the company website page where the statement is located.

<http://www.beyond.com.au/corporate/corporate-governance>

19. Rounding of amounts

The Group is of a kind referred to in ASIC Corporations (Rounding in Financial Director's Report) Instrument 2016/191, issued by the Australian Securities and Investment Commission, relating to the "rounding off" of amounts in the report. Amounts in the financial report have been rounded off in accordance with that Legislative instrument to the nearest thousand dollars, or in certain cases, to the nearest dollar.

20. Proceedings on behalf of Company

No person has applied for leave of court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

The Company was not a party to any such proceedings during the year.

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21. Non audit services

During the year BDO, the Company's auditor, delivered tax services.

The following fees for non-audit services were paid/payable to BDO and other BDO Network firms per note 5(c) during the year ended 30 June 2021:

Tax compliance services	\$89,148
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When considering BDO to provide additional services the Board considers the non-audit services provided to ensure it is satisfied that the provision of these non-audit services by the auditor is compatible with and will not compromise the auditor independence requirements of the Corporations Act 2001. In particular it ensures that:

- All non-audit services are reviewed and approved by the Audit Committee prior to commencement to ensure they do not adversely affect the integrity and objectivity of the auditor; and
- Non-audit services provided do not undermine the general principles relating to audit in a management or decision-making capacity for the Company, acting as an advocate for the Company, or jointly sharing risks and rewards.

22. Auditors' independence declaration

A copy of the auditors' independence declaration as required under section 307C of the Corporations Act 2001 is included on page 28 of the Directors' Report.

Auditor details

BDO Audit Pty Ltd continues in office in accordance with section 327 of the *Corporations Act 2001*.

This report is made in accordance with a resolution of the Board of Directors.

For and on behalf of the Board



Mikael Borglund
Managing Director
31 August 2021
Sydney

DECLARATION OF INDEPENDENCE BY MARTIN COYLE TO THE DIRECTORS OF BEYOND INTERNATIONAL LIMITED

As lead auditor of Beyond International Limited for the year ended 30 June 2021, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Beyond International Limited and the entities it controlled during the financial year.



Martin Coyle
Director

BDO Audit Pty Ltd

Sydney, 31 August 2021

BEYOND INTERNATIONAL LIMITED AND ITS CONTROLLED ENTITIES
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CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2021

	Note	Consolidated Entity	
		2021 \$000's	2020 \$000's
Revenue from continuing operations	5 (a)	114,497	78,432
Other income	5 (a)	2,165	10,301
Share of profits of joint ventures and investments in associates accounted for using the equity method		-	83
Royalty expense		29,519	16,304
Production costs		58,963	39,434
Home entertainment direct costs		25	3,695
Administration costs		3,878	3,196
Employee benefits expense		13,207	14,578
Finance costs	5 (b)	425	492
Provisions		576	396
Depreciation, amortisation, impairment and write-down of content assets expense	5 (b)	5,935	15,285
Net foreign exchange loss	5 (b)	1,131	-
Loss on disposal of property, plant and equipment	5 (b)	-	26
Profit/(loss) before income tax from continuing operations	5 (b)	3,001	(4,589)
Income tax (expense)/benefit	6 (a)	(981)	509
Profit/(loss) after income tax for the year from continuing operations		2,020	(4,080)
Loss from discontinued operations, net of tax		(1,466)	(1,986)
Profit/(loss) after income tax for the year from continuing operations		555	(6,066)
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Foreign currency translation		(517)	(880)
Other comprehensive income/(loss) for the year, net of tax		(517)	(880)
Total comprehensive income/(loss) for the year		38	(6,946)
Profit/(loss) is attributable to:			
Owners of Beyond International Limited		800	(6,394)
Non-controlling interest		(245)	328
		555	(6,066)
Total comprehensive income/(loss) for the year is attributable to:			
Owners of Beyond International Limited - continuing operations		1,749	(5,288)
Owners of Beyond International Limited - discontinued operations, net of tax		(1,466)	(1,986)
Non-controlling interest		(245)	328
		38	(6,946)
Earnings per share attributable to the owners of Beyond International Limited		Cents	Cents
Basic and diluted earnings/(loss) per share from continuing operations	7	3.70	(7.19)
Basic and diluted earnings/(loss) per share	7	1.30	(10.42)
Loss per share from discontinued operations		(2.40)	(3.20)
Dividends per share	26	-	-

The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

BEYOND INTERNATIONAL LIMITED AND ITS CONTROLLED ENTITIES
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CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021

		Consolidated Entity	
	Note	2021 \$000's	30 Jun 2020 \$000's Restated *
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	9	6,442	10,504
Trade and other receivables	10	30,545	29,268
Current tax receivables		511	493
Inventories	11	410	689
Other current assets	12	20,381	17,580
		58,289	58,534
Assets of disposal group classified as held for sale	28	1,679	-
TOTAL CURRENT ASSETS		59,968	58,534
NON-CURRENT ASSETS			
Trade and other receivables	10	1,975	927
Investments accounted for using the equity method		-	914
Property plant and equipment	14	697	820
Right-of-use assets	15	1,534	3,424
Intangible assets	16	664	194
Deferred tax assets	6(c)	3,259	3,468
Other non-current assets	12	8,280	10,803
		16,410	20,550
TOTAL NON-CURRENT ASSETS		16,410	20,550
TOTAL ASSETS		76,379	79,085
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	17	8,911	10,297
Employee benefits	18	3,790	3,861
Current tax liabilities	6(d)	404	105
Other financial liabilities	19	255	6,252
Lease liabilities	21	1,010	1,795
Other current liabilities	20	30,547	25,389
Borrowings	22	6,966	6,831
		51,884	54,530
Liabilities directly associated with assets classified as held for sale	28	1,178	-
TOTAL CURRENT LIABILITIES		53,062	54,530
NON-CURRENT LIABILITIES			
Deferred tax liabilities	6(c)	1,234	1,186
Employee benefits	18	158	186
Lease liabilities	21	772	2,011
Other non-current liabilities	20	67	124
		2,231	3,507
TOTAL NON-CURRENT LIABILITIES		2,231	3,507
TOTAL LIABILITIES		55,292	58,037
NET ASSETS		21,086	21,048
EQUITY			
Issued capital	23	34,018	34,018
Reserves	24	(1,153)	(623)
Accumulated losses		(12,194)	(12,647)
Non-controlling interests	25	415	300
TOTAL EQUITY		21,086	21,048

* refer note 3 for details regarding the reclassification.

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

BEYOND INTERNATIONAL LIMITED AND ITS CONTROLLED ENTITIES
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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2021

	Issued capital	Reserves	Accumulated losses	Total	Non-controlling interests	Total equity
	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's
Balance at 01 July 2020	34,018	(623)	(12,647)	20,748	300	21,048
Profit for the year	-	-	800	800	(245)	555
Other comprehensive income/(loss) for the year, net of tax	-	(517)	-	(517)	-	(517)
Other movements in reserves	-	(13)	13	-	-	-
Total comprehensive income/(loss) for the year	-	(530)	813	283	(245)	38
Transactions with owners in their capacity as owners:						
Minority interest losses transferred on cessation of operations.	-	-	(360)	(360)	360	-
Balance at 30 June 2021	34,018	(1,153)	(12,194)	20,670	415	21,086

Balance at 01 July 2019	34,018	257	(6,316)	27,959	34	27,993
Loss for the year	-	-	(6,394)	(6,394)	328	(6,066)
Other comprehensive income/(loss) for the year, net of tax	-	(880)	-	(880)	-	(880)
Total comprehensive income/(loss) for the year	-	(880)	(6,394)	(7,274)	328	(6,946)
Transactions with owners in their capacity as owners:						
Minority interest losses transferred on cessation of operations.	-	-	62	62	(62)	-
Balance at 30 June 2020	34,018	(623)	(12,647)	20,748	300	21,048

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

BEYOND INTERNATIONAL LIMITED AND ITS CONTROLLED ENTITIES
ABN 65 003 174 409
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2021

		Consolidated Entity	
		2021	2020
	Note	\$000's	\$000's
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers (inclusive of GST)		107,816	97,515
Payments to suppliers and employees (inclusive of GST)		(106,284)	(94,962)
Receipts from government grants		2,158	775
Interest received	5(a)	23	8
Finance costs paid		(435)	(518)
Income tax paid (net of refunds)		(571)	(372)
Net cash provided by operating activities	8(a)	2,708	2,446
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment	14	(309)	(116)
Investment in websites and databases	16	(103)	(226)
Prepaid royalties		-	(372)
Prepaid royalties recouped		-	707
Payments for investments and joint venture		(462)	(3,643)
Payments for purchase of business, net of cash acquired	27	2,455	(1,488)
Investments in development projects		(1,032)	(1,121)
Net cash flows provided by/(used in) in investing activities		549	(6,260)
CASH FLOWS FROM FINANCING ACTIVITIES			
(Repayment)/Drawdowns of borrowings (net)		(5,835)	8,636
Lease principal repayments		(1,663)	(1,812)
Net cash flows (used in)/provided by financing activities		(7,498)	6,824
Net (decrease)/increase in cash held		(4,241)	3,011
Cash and cash equivalents at the beginning of the financial year		8,183	5,172
Cash and cash equivalents at the end of the financial year	9	3,942	8,183

The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

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1 Reporting Entity

Beyond International Limited is a company limited by shares, incorporated and domiciled in Australia and whose shares are publicly traded on the Australian Securities Exchange.

The financial report covers the consolidated entity of Beyond International Limited and its controlled entities (the Consolidated Entity and/or the Group) as at and for the year ended 30 June 2021.

The financial report of Beyond International Limited for the year ended 30 June 2021 was authorised for issue in accordance with a resolution of the Board of Directors on 31 August 2021.

2 Statement of Compliance

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards, as issued by the International Accounting Standards Board (IASB).

3 Significant accounting policies

This section sets out the significant accounting policies upon which the financial statements are prepared as a whole. Specific accounting policies are described in their respective notes to the financial statements. This section also shows information on new accounting standards, amendments and interpretations, and whether they are effective in the current or later years.

The accounting policies have been consistently applied to all periods presented in these financial statements, unless otherwise stated.

Basis of preparation

The financial report has been prepared on an accruals basis and is based on historical costs, except where stated. The Consolidated Entity has not adopted a policy of revaluing its non-current assets on a regular basis. Non-current assets are revalued from time to time as considered appropriate by the directors and are not stated at amounts in excess of their recoverable amounts.

These financial statements are presented in Australian dollars, which is the Group's functional currency.

Rounding

The Consolidated Entity is of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Report) Instrument 2016/191 and in accordance with that Corporations Instrument, amounts in the directors' report and the financial statements are rounded off to the nearest thousand, or in certain cases, the nearest dollar.

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Basis of consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Beyond International Limited ('company' or 'parent entity') as at 30 June 2021 and the results of all subsidiaries for the year then ended.

Subsidiaries are all those entities over which the Consolidated Entity has control. The Consolidated Entity controls an entity when the Consolidated Entity is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Consolidated Entity. They are de-consolidated from the date that control ceases.

Intercompany transactions, balances and unrealised gains on transactions between entities in the Consolidated Entity are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Consolidated Entity.

The acquisition of subsidiaries is accounted for using the acquisition method of accounting. A change in ownership interest, without the loss of control, is accounted for as an equity transaction, where the difference between the consideration transferred and the book value of the share of the non-controlling interest acquired is recognised directly in equity attributable to the parent.

Non-controlling interest in the results and equity of subsidiaries are shown separately in the statement of profit or loss and other comprehensive income, statement of financial position and statement of changes in equity of the Consolidated Entity. Losses incurred by the Consolidated Entity are attributed to non-controlling interest in full, even if that results in a deficit balance until the point at which the operations of the minority interest ceases. Any residual balance is then subsequently reclassified to the retained earnings.

Where the Consolidated Entity loses control over a subsidiary, it derecognises the assets including goodwill, liabilities and non-controlling interest in the subsidiary together with any cumulative translation differences recognised in equity. The Consolidated Entity recognises the fair value of the consideration received and the fair value of any investment retained together with any gain or loss in profit or loss.

A list of controlled entities is contained in Note 32 to the financial statements. Investments in subsidiaries are accounted for at cost, less any impairment, in the parent entity.

Foreign Operations

Transactions denominated in a foreign currency are converted to Australian currency at the exchange rate at the date of the transaction. Foreign currency receivables and payables at the reporting date are translated at exchange rates at the reporting date. Exchange gains and losses are brought to account in determining the profit or loss for the year.

Exchange gains and losses arising on forward foreign exchange contracts entered into as hedges of specific commitments are deferred and included in the determination of the amounts at which the transactions are brought to account. Specific hedging is undertaken in order to avoid or minimise possible adverse financial effects of movements in foreign exchange rates. If the hedging transaction is terminated prior to its maturity date and the hedged transaction is still expected to occur, deferral of any gains and losses which arose prior to termination continues, and those gains and losses are included in the measurement of the hedged transaction.

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In those circumstances where a hedging transaction is terminated prior to maturity because the hedged transaction is no longer expected to occur, any previous deferred gains or losses are recognised in the Statement of Profit or Loss and Other Comprehensive Income at the date of termination. All exchange gains and losses relating to other hedge transactions are brought to account in the Statement of Financial Position in the same period as the exchange differences on the items covered by the hedge transactions. Costs on such contracts are expensed as incurred.

Exchange gains and losses on the other hedge transactions entered into as hedges of general commitments are brought to account in the Statement of Profit or Loss and Other Comprehensive Income in the financial year in which the exchange rate changes.

Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

Assets and liabilities of overseas controlled entities and branches are translated at exchange rates existing at the reporting date and the exchange gain or loss arising on translation is carried directly to a foreign currency translation reserve.

Goods and Services Tax ("GST") and Value Added Tax ("VAT")

Revenues, expenses and assets are recognised net of the amount of GST, except when the GST incurred on a purchase of goods and services is not recoverable from the taxation authority. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable. Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the Statement of Financial Position.

Cash flows are presented in the Statement of Cash Flows on a gross basis and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the taxation authority are classified as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the taxation authority.

Use of judgements and estimates

The Directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the group.

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the consolidated entity based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain, staffing and geographic regions in which the consolidated entity operates.

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Sections within this financial report whereby estimates and judgments have a material impact are as follows:

- Expected credit losses detailed in Note 10.
- Net realisable value of inventory detailed in Note 11.
- The recoverability of distribution advances detailed in Note 12.
- The recoverability of capitalised development costs detailed in Note 12.
- The recoverability of capitalised production costs detailed in Note 12.
- The recoverability of investments in productions and 3rd party copyrights detailed in Note 12.
- The valuation of goodwill detailed in Note 16.
- The recoverability of deferred tax assets as detailed in Note 6.
- The valuation of right-of-use-assets and the lease liability values as detailed in Note 15 and 21.
- The valuation of employee benefits in Note 18.
- Uncertain tax positions in Note 6.

New standards and interpretations

The Consolidated Entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ("AASB") that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The following Accounting Standards and Interpretations are most relevant to the Consolidated Entity:
Conceptual Framework for Financial Reporting (Conceptual Framework)

The Consolidated Entity has adopted the revised Conceptual Framework from 1 July 2020. The Conceptual Framework contains new definition and recognition criteria as well as new guidance on measurement that affects several Accounting Standards, but it has not had a material impact on the Consolidated Entity's financial statements.

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Going Concern

The financial report has been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and the discharge of liabilities in the normal course of business.

The Directors believe that there are reasonable grounds to conclude that the Group will continue as a going concern, after consideration of the following factors:

- As at 30 June 2021, the Group reported net current assets of \$6,906,000 (2020: \$4,005,000) and cash and cash equivalents of \$6,442,000 (2020: \$10,504,000);
- Management have prepared forecasts for the year ending 30 June 2022 which indicate that the Group can continue to pay its debts as and when they become due and payable for at least the twelve months from the date of authorisation of this report;

Accordingly, the directors believe the Group will be able to continue as a going concern and that it is appropriate to adopt the going concern basis of preparation of the consolidated financial report.

Reclassification of comparatives

Comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Correction of error in calculating provision

During the preparation of the financial statements for the current year, a reclassification between categories of current assets and current liabilities were performed in order to more accurately reflect those transactions in terms of AASB 101. The details of reclassification have been noted in the table below.

	Reported		Reclassified
	2020	Movement	2020
	\$000's	\$000's	\$000's
Balance sheet (extract)			
Cash and cash equivalents	8,183	2,321	10,504
Distribution advances	9,757	1,664	11,421
Other current assets	15,916	1,664	17,580
Producer share payable	15,408	1,664	17,072
Other current liabilities	23,725	1,664	25,389
Borrowings	4,510	2,321	6,831

This reclassification had no impact on the reported results or the financial performance of the Group.

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4. OPERATING SEGMENTS

Management, as the chief operating decision maker, has determined the operating segments based on the reports reviewed by the Board that are used to make strategic decisions. The Board considers the business on a global basis in the following four operating divisions:

1. TV production and copyright Production of television programming and ownership of television product copyright.

2. Film and Television distribution International distribution of television programmes and feature films.

3. Home Entertainment Distribution in Australia and New Zealand of DVDs.

4. Digital Marketing Online search optimisation, website creation, development and performance and online media sales in Australia and New Zealand. This segment has been discontinued (Note 28)

Corporate benefit/(expense) Includes the parent entity, centralised administrative support services to the group comprising legal and business affairs, finance and human resources, in addition to internet development. None of these activities constitute a separately reportable business segment.

Geographical segments Although the Consolidated Entity's divisions are managed on a global basis they operate in four main geographical areas:

Australia The home country of the parent entity. The areas of operation include all core business segments.

North America A portion of the group's production, film and television sales are generated from North America, with production offices in Los Angeles.

Europe Substantial film and television distribution proceeds are derived from European markets. The group's head office for multinational activities is located in Dublin. This office is responsible for production and development, and for the acquisition and international sales of all television programmes and feature films. The Dublin office manages the direct sales and marketing activities of the office located in London, which represents the second overseas sales office base.

Rest of World The Rest of World comprises all other territories from which film and television distribution income is derived including the Middle East, Asia, and Latin America.

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4. OPERATING SEGMENTS (Continued)

Operating Segment	TV Production & Copyright		Film & Television Distribution		Home Entertainment		Digital Marketing		Other & Inter Segment Eliminations		Consolidation	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's
REVENUE												
External revenues excluding fx, interest	70,500	44,772	43,692	28,011	305	5,648	4,486	6,716	-	1	118,982	85,148
Other income	1,486	460	107	45	83	48	468	143	465	184	2,610	880
Other segments	5,226	7,154	-	-	-	-	-	-	(5,226)	(7,154)	-	-
Total revenue	77,212	52,386	43,799	28,056	388	5,696	4,954	6,859	(4,761)	(6,969)	121,592	86,028
Result before fx, interest and D&A	8,801	5,781	5,618	929	28	(567)	(1,964)	(807)	(3,978)	(4,322)	8,505	1,014
Depreciation, amortisation and write-down of content assets	(3,368)	(3,275)	(1,155)	(1,003)	-	(1,723)	(94)	(263)	(1,412)	(1,231)	(6,029)	(7,495)
Gain on bargain purchase	-	-	-	-	-	-	-	-	-	9,036	-	9,036
Impairment of assets	-	-	-	-	-	(6,283)	-	(1,130)	-	(1,771)	-	(9,184)
Result before interest, fx & other unallocated expenses	5,433	2,506	4,463	(74)	28	(8,573)	(2,057)	(2,200)	(5,390)	1,712	2,476	(6,629)
Net interest expense											(411)	(510)
Foreign exchange (loss)/gain											(1,131)	297
Profit/(loss) before income tax											934	(6,842)
Income tax (expense)/benefit											(379)	776
Profit/(loss) after income tax											555	(6,066)
Non-controlling interest portion of the profit/(loss)											245	(328)
Profit/(loss) for the year											800	(6,394)

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4. OPERATING SEGMENTS (Continued)

Operating Segment	TV Production & Copyright		Film & Television Distribution		Home Entertainment		Digital Marketing		Other & Inter Segment Eliminations		Consolidation	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's
ASSETS												
Segment assets	38,436	19,755	34,061	50,691	451	1,313	1,198	2,219	(37,832)	(34,121)	36,314	39,855
Deferred tax assets & other non-current assets											3,259	3,468
Corporate assets											36,806	35,761
Total assets											76,379	79,084
LIABILITIES												
Segment liabilities	20,190	16,232	23,866	28,396	993	1,737	1,178	1,177	(1,571)	(1,328)	44,656	46,213
Deferred tax liabilities											1,234	1,186
Corporate liabilities											9,403	10,638
Total liabilities											55,293	58,036
Other												
Capital expenditure	226	80	-	3	2	120	-	7	81	241	309	452
Other non cash expenses	1,728	-	680	-	116	-	-	-	(653)	-	1,871	-
Impairment of assets	-	-	-	-	-	6,283	-	1,130	-	1,771	-	9,184

Geographical Information

	Segment revenues from external customers		Carrying amount of segment assets		Acquisition of non current segment assets	
	2021	2020	2021	2020	2021	2020
	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's
Australia	18,159	40,794	41,332	24,554	302	278
North America	64,268	25,569	2,910	723	3	34
Europe	27,695	14,561	31,661	29,017	0	8
Rest of World	8,860	4,224	476	24,790	4	132
	118,982	85,148	76,379	79,084	309	452

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4. OPERATING SEGMENTS (Continued)

Notes to and forming part of the segment information

(a) Accounting policies Segment revenues, expenses, assets and liabilities are those that are directly attributable to a segment and the relevant portion that can be allocated to the segment on a reasonable basis. Segment assets include all assets used by a segment and consist primarily of operating cash, receivables, inventories, capitalised production and development costs, investments, distribution advances, inventories, property, plant and equipment and goodwill and other intangible assets, net of any related provisions. While most of these assets can be directly attributable to individual segments, the carrying amounts of certain assets used jointly by segments are allocated based on reasonable estimates of usage. Segment liabilities consist primarily of trade and other creditors, producers share payable, bills of exchange and employee entitlements.

(b) Other segments Segment revenues, expenses and results include transfers between segments. Such transfers are priced on an "arm's length" basis and are eliminated on consolidation.

(c) Major customers Included in each segment revenue total is revenue from customers in excess of 10% of total segment revenue. Total revenues relating to these customers are \$64m (2020: \$49m) within the TV Production & Copyright and Film & Television distribution segments, \$0.3m (2020: \$4.7m) within the Home Entertainment segment and \$1.3m (2020: \$1.4m) within the Digital Marketing segment.

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		Consolidated Entity	
		2021	2020
		\$000's	\$000's
5.	REVENUES AND EXPENSES		
(a)	Revenue and other income from contining operations		
	Revenue		
	Sales revenue	113,201	76,940
	Royalty revenue	1,296	1,492
		114,497	78,432
	Other income		
	Net realised/unrealised foreign currency translation gains	-	308
	Management service fees	28	213
	External interest	23	8
	Gain on the sale of property, plant and equipment	2	-
	Gain on bargain purchase	-	9,035
	Other Items	2,112	737
	Total revenue and other income	116,662	88,734

Recognition and measurement

Revenue from operating activities represents revenue earned from TV Productions & Copyright sales, Film & Television distribution, Home Entertainment sales, digital marketing sales and royalty revenue.

Revenue is recognised when the Group transfers control over a good or a service to a customer either at a point in time or over time. The following specific recognition criteria must also be met before revenue is recognised:

Revenue for TV Production and Copyright services are recognised over time as the production services are provided to the customer. Each customer contract for TV Production and Copyright services are unique to the customer and it has been determined that there is no alternative use of the production services to the Group. Under the TV Production and Copyright contracts with customers, the Group have an enforceable right to payment for the work completed to date. The input method for determining the amount of revenue to be recognised is assessed based on the costs incurred, which depicts the Group's transferring of the control of the production to the customer.

Revenue for Film & Television Distribution services are recognised at a point in time when the Broadcaster is able to exploit the distribution rights and when the IP rights have been delivered. Both internal and external title IP rights are delivered to the customer by episode.

Royalty revenue is recognised at a point in time, being once the revenue can be accurately estimated.

Revenue for Home Entertainment is recognised at the point in time when the goods have been accepted as delivered to the customer. For the consignment arrangements, revenue is recognised when the goods have been sold by the retailer to the end-customer.

Revenue for Digital Marketing services are recognised over time as the services are provided to the customer. The stage of completion for determining the amount of revenue to recognise is assessed based on either the costs incurred or the time elapsed, depending on which method best depicts the Group's transferring of the control to the customer.

Where amounts are invoiced before revenue is earned, a deferred revenue liability is brought to account. These contract liabilities reflect the consideration received in respect of unsatisfied performance obligations.

Other income includes jobkeeper government grant of \$1,679,000 (2020: \$645,000) which was received in the 2021 financial year. There are no unfulfilled conditions or other contingencies attached to these grants. Digital Marketing received \$468,000 in jobkeeper government grants in the 2021 financial year (2020: 130,000) and is included in discontinued operations.

Disaggregation of revenue from contracts with customers

The group derives revenue from the transfer of goods and services over time and at a point in time in the following major product lines and geographical regions:

	TV Production & Copyright		Film & Television Distribution		Home Entertainment		Digital Marketing		Other & Inter Segment Eliminations		Consolidation	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's
Geographical Regions												
Australia	12,337	28,172	5,190	2,927	305	5,536	-	-	-	1	17,832	36,636
North America	52,290	13,762	11,978	11,767	-	-	-	-	-	-	64,268	25,529
Europe	5,873	2,838	21,822	12,060	-	-	-	-	-	-	27,695	14,898
Rest of World	-	-	4,702	1,257	-	112	-	-	-	-	4,702	1,369
	70,500	44,772	43,692	28,011	305	5,648	-	-	-	1	114,497	78,432
Timing of Revenue Recognition												
Goods transferred at a point in time	-	-	43,692	28,011	305	5,648	-	-	-	-	43,997	33,659
Sevices transferred over time	70,500	44,772	-	-	-	-	-	-	-	1	70,500	44,773
	70,500	44,772	43,692	28,011	305	5,648	-	-	-	1	114,497	78,432

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		Consolidated Entity	
5. REVENUES AND EXPENSES (Continued)		2021 \$000's	2020 \$000's
(b)	Profit / (loss) from continuing operations before tax includes the following:		
	Bad and doubtful debts		
	- Trade receivables written off / (recovered) during the period	148	(13)
	- Trade receivables movement in provision (Note 10)	10	203
		158	190
	Rental expense on operating leases		
	- Variable payments not included in the measurement of lease liabilities	240	130
	- Expenses relating to leases of low-value assets, excluding short term leases of low-value assets	52	68
		291	199
	Finance costs		
	- Interest expense on borrowings	253	166
	- Interest expense on lease liabilities	171	352
		425	492
	Loss on disposal of asset	-	26
	Depreciation, amortisation and write-down of content assets		
	- Property, plant and equipment assets (Note 14)	422	883
	- Right-of-use assets (Note 15)	1,370	1,553
	- Distribution advances (Note 12)	1,151	681
	- Capitalised production costs (Note 12)	787	2,366
	- Intangible assets (Note 16)	485	81
	- Investment in productions (Note 12)	877	-
	- Other assets (Note 12)	843	1,667
		5,935	7,232
	Impairment		
	- Goodwill (Note 16)	-	3,470
	- Inventory (Note 11)	-	1,618
	- Prepaid Royalties	-	2,652
	- Other assets (Note 12)	-	314
		-	8,054
	Total Depreciation, amortisation, impairment expense and write-down of content assets expense	5,935	15,285
	Foreign exchange loss		
	Other realised/unrealised foreign currency translation losses	1,131	-
		1,131	-
	Superannuation guarantee expense	678	861
(c)	Auditors' Remuneration	\$	\$
	Remuneration of the auditor and their related network firms of the parent entity and its controlled entities for:		
	- Audit or review of the financial report	363,925	339,386
	- Tax compliance services	75,258	64,024
	Remuneration of network firms for:		
	- Tax compliance services	13,890	18,644
	Remuneration of other auditors of subsidiaries for:		
	- Audit or review of the financial report	40,750	59,025
	- Other assurance services	51,313	51,632
	- Tax compliance services	12,646	15,352

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6. INCOME TAX EXPENSE

	2021 \$000's	2020 \$000's
(a) The components of tax expense comprise:		
Current income tax	(742)	(4,767)
Deferred income tax	675	(1,005)
Withholding tax	114	-
Adjustments in respect of current income tax of previous years	155	251
Tax losses not brought to account	161	4,745
Other	16	-
Income tax benefit/(expense) reported in the Statement of Profit or Loss and Other Comprehensive Income	<u>379</u>	<u>(776)</u>
Continuing and discontinuing operations:		
Income tax expense/(benefit) from continuing operations	981	(509)
Income tax benefit from discontinuing operations	<u>(602)</u>	<u>(267)</u>
	379	(776)
The prima facie tax on profit/(loss) from ordinary activities before income tax is reconciled to the income tax expense/(benefit) as follows:		
(b)		
Profit/(loss) before income tax from continuing operations	3,001	(4,605)
Loss before income tax from discontinued operations	<u>(2,068)</u>	<u>(2,237)</u>
Profit/(loss) before income tax	<u>933</u>	<u>(6,842)</u>
Prima facie tax payable on loss from ordinary activities before income tax at 30% (2020: 30%)	280	(2,053)
Less:		
Tax effect of :		
- Other non-assessable/deductible items	<u>(929)</u>	<u>(3,581)</u>
	(649)	(5,634)
Less:		
Tax effect of :		
- Adjustments in respect of current income tax of previous years	155	250
- Withholding tax losses written off from prior years	114	-
- Tax losses not brought to account	161	4,745
- Effect of lower tax rate on overseas income	619	(138)
- Other	<u>(22)</u>	<u>-</u>
Income tax expense/(benefit)	<u>378</u>	<u>(777)</u>
(c) Deferred Tax		
Deferred tax liabilities		
Distribution guarantees and unrecouped program expenses	(2,171)	(587)
Capitalised production costs and other expenses	<u>(2,740)</u>	<u>(1,664)</u>
Offset deferred tax liabilities against deferred tax assets	<u>3,677</u>	<u>1,065</u>
	<u>(1,234)</u>	<u>(1,186)</u>
Deferred tax assets		
Provisions and accruals	2,922	2,174
Tax losses	4,014	2,359
Offset deferred tax liabilities against deferred tax assets	<u>(3,677)</u>	<u>(1,065)</u>
	<u>3,259</u>	<u>3,468</u>
Net deferred tax assets/(liabilities)	2,025	2,282

6. INCOME TAX EXPENSE (Continued)		2021 \$000's	2020 \$000's
Movements:			
Opening balance		2,282	(1,162)
Additions from business combinations (note 27)		(63)	2,439
Assets held for sale (note 28)		481	-
Credited to profit or loss		(675)	1,005
Closing Balance		2,025	2,282
 (d) Liabilities			
Current			
Income tax		(404)	(105)

The above is a current provision for income tax payable by the parent and subsidiaries of the Consolidated Entity.

Recognition and measurement

In accordance with the details below, deferred tax assets and deferred tax liabilities are offset only if a legally enforceable right exists to offset current tax assets against current tax liabilities and the deferred tax assets and liabilities relate to the same taxable entity and the same taxation authority.

The Group has recognised tax losses as shown above only to the extent that recoupment is considered probable at the reporting date or where these losses offset deferred tax liabilities. The Australian tax group has unrecognised tax losses available totalling \$27,099,947 (2020: \$26,265,124). The benefits of these unrecognised tax losses will only be realised if certain conditions are met, including:

- The group derives future assessable income of a nature and amount sufficient to enable the benefits from the deductions for the losses to be realised;
- The group continues to comply with the conditions for deductibility imposed by the law;
- The losses are available under the continuity of ownership or same business tests;
- No changes in tax legislation adversely affect the company in realising the benefit from the deductions for the losses.

Movement in deferred tax assets and deferred tax liabilities has gone through the Statement of Profit or Loss and Other Comprehensive Income.

The income tax expense or benefit for the period is the tax payable on that period's taxable income based on the applicable income tax rate for each jurisdiction, adjusted by changes in deferred tax assets and liabilities attributable to temporary differences, unused tax losses and the adjustment recognised for prior periods, where applicable.

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at the reporting date. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (or recovered from) the relevant tax authority.

Deferred tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also arise where amounts have been fully expensed but future deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates enacted or substantively enacted at the reporting date. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Deferred tax assets and deferred tax liabilities are offset only if a legally enforceable right exists to offset current tax assets against current tax liabilities and the deferred tax assets and liabilities relate to the same taxable entity and the same taxation authority.

Tax Consolidation

Beyond International Limited and its wholly owned Australian subsidiaries have formed an income tax consolidated group under the tax consolidated regime. Each entity in the group recognises its own current and deferred tax assets, except for any deferred tax assets resulting from unused tax losses and tax credits, which are immediately assumed by the head entity, being Beyond International Limited. The current tax liability for each group entity is then subsequently assumed by the parent entity.

The tax consolidated group has entered into a tax funding arrangement whereby each company in the group contributes to the income tax payable by the group in proportion to their contribution to the group's taxable income. Pursuant to the funding arrangement, transfers of tax losses or tax liabilities are assumed by the head entity through intercompany loans.

Uncertain Tax position

The Group has applied Interpretation AASB 23 Uncertainty over income tax treatment. Interpretation 23 sets out how to determine the accounting tax position when there is uncertainty over income tax treatments. The Interpretation requires an entity to:

- Determine whether uncertain tax positions are assessed separately or as a group, and
- Assess whether it is probable that a tax authority will accept an uncertain tax treatment used, or proposed to be used, by an entity in its income tax filings.

- If yes, the Group should determine its accounting tax position consistently with the tax treatment used or planned to be used in its income tax filings.
- If no, the Group should reflect the effect of uncertainty in determining its accounting tax position using either the most likely amount or the expected value method.

Management regularly review the transactions with other Beyond related entities and engage tax specialists where required to assess the appropriate tax treatment. Whilst some judgement is required, management are not currently aware of any uncertain tax treatment that would result in a material liability at the reporting date. Additionally, the Group believes that its accruals for tax liabilities are adequate for all open tax years based on its assessment of interpretations of tax law and prior experience.

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7. EARNINGS PER SHARE

	Consolidated Entity	
	2021	2020
	Cents per share	Cents per share
Basic and diluted earnings/(losses) per share from continuing operation	3.7	(7.2)
Basic and diluted earnings/(losses) per share	1.3	(10.4)
Loss per share from discontinued operations	(2.4)	(3.2)

The following reflects the income and share data used in the basic and diluted earnings per share computations

	Consolidated Entity	
	2021	2020
	\$000's	\$000's
Net profit/(loss) attributable to ordinary equity holders (used in calculating basic earning and diluted per share) from continuing operations	2,266	(4,408)
Net loss attributable to ordinary equity holders (used in calculating basic earning and diluted per share) from discontinued operation	(1,466)	(1,986)
Net profit/(loss) attributable to ordinary equity holders (used in calculating basic earning and diluted per share)	800	(6,394)
Weighted average number of ordinary shares in calculating basic earnings and diluted per share	Number	Number
	61,336,968	61,336,968

Recognition and measurement

Basic earnings per share is calculated as net profit attributable to members of the parent, adjusted to exclude any costs of servicing equity (other than dividends) and preference share dividends, divided by the weighted average number of ordinary shares, adjusted for any bonus element.

Diluted earnings per share is calculated as net profit attributable to members of the parent, adjusted for:

- costs of servicing equity (other than dividends) and preference share dividends;
 - the after tax effect of dividends and interest associated with dilutive potential ordinary shares that have been recognised as expenses; and
 - other non-discretionary changes in revenues or expenses during the period that would result from the dilution of potential ordinary shares;
- divided by the weighted average number of ordinary shares and dilutive potential ordinary shares, adjusted for any bonus element.

8. CASH FLOW INFORMATION

(a) Reconciliation of cash flows from operations with net profit after income tax

	Consolidated Entity	
	2021	2020
	\$000's	\$000's
Profit/(loss) after income tax	555	(6,066)
Adjustment for non-cash flow in loss:		
Depreciation, amortisation, impairment and write-down of content assets expense	6,029	16,678
Net (loss)/gain on sale of property, plant and equipment	(2)	-
Share of profits of joint ventures and investments in associates accounted for using the equity method	-	(83)
Unrealised foreign exchange loss/(gain)	482	(87)
Make good provision	14	7
Gain on bargain purchase	-	(9,036)
Changes in assets and liabilities (net of effects from business combinations):		
(Increase)/decrease in trade and other receivables	547	4,330
Decrease in inventory	280	652
(Increase) in other assets	(4,693)	(544)
(Increase) in net deferred tax assets and liabilities	(192)	(1,148)
Increase in trade and other creditors	474	581
Increase/(Decrease) in other liabilities	(1,276)	(2,911)
Increase in provisions	492	71
Cash flow from operations	2,708	2,446

8. CASH FLOW INFORMATION (Continued)

Consolidated Entity
2021 2020
\$000's \$000's

(b) Financing facilities available

At reporting date, the following financing facilities had been negotiated and were available

Secured multi option facility		
Used at reporting date *	3,589	3,216
Unused at reporting date	522	680
Total facility	4,111	3,896

* The amount of the facility used at reporting date is for bank guarantees on various building leases held by the Group

The multi option facility may be drawn at any time and may be terminated by the bank on demand.

The interest rate on the facility is the commercial base rate of 5.56% at 30 June 2021 (5.56% at 30 June 2020).

Bill acceptance/discount facility		
Used at reporting date *	4,000	4,000
Unused at reporting date	-	-
Total facility	4,000	4,000

* The amount of the facility used at reporting date is for funding production offsets

The bill acceptance/discount facility may be drawn at any time and may be terminated by the bank on demand.

The interest rate on the facility is the discount base rate of 1.91% at 30 June 2021 (1.96% at 30 June 2020).

The facilities are secured by certain covenants on the Consolidated Entity that these financial conditions are met -

- a) Gross debt less cash and cash equivalents divided by EBITDA cannot exceed 2 times.
- b) Minimum operating NPBT cannot be lower than Budget by 20% variance
- c) Interest Cover Ratio is to be greater than or equal to 5x

Secured credit card facilities		
Used at reporting date	102	157
Unused at reporting date	98	108
Total facility	200	265

Secured equipment loan facility		
Unused at reporting date	500	500
Total facility	500	500

The interest rate on the facility is determined on usage as at the time. As no facility is being used no rate is applicable.

Amount of Assets Pledged as Security

Fixed and floating charge over assets	76,379	79,085
Total assets pledged as security	76,379	79,085

Recognition and measurement

Cash and short-term deposits in the Statement of Financial Position comprise cash at bank and in hand and short term deposits with an original maturity of three months or less.

Cash and Cash equivalents has an element of restricted cash totalling \$67,000 (2020: \$2,121,000).

For the purposes of the Statement of Cash Flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts.

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	Consolidated Entity	
	2021 \$000's	2020 \$000's
9. CASH AND CASH EQUIVALENTS		Restated *
Cash on hand	9	8
Cash at bank	6,433	10,496
	6,442	10,504
Reconciliation to cash and cash equivalents at the end of the financial year		
The above figures are reconciled to the cash and cash equivalents at the end of the financial year as shown in the statement of cash flows as follows:		
Balances as above	6,442	10,504
Cash and cash equivalents - classified as held for sale (note 28)	194	-
Balance as per statement of cashflows	3,942	10,504

* refer note 3 for details regarding the reclassification.

10. TRADE AND OTHER RECEIVABLES

Current		
Trade receivables	30,244	29,477
Other receivables	520	-
Provision for expected credit losses	(219)	(209)
	30,545	29,268
Non-current		
Trade receivables	1,975	927
	1,975	927

Ageing of debtors	2021 \$000's		2020 \$000's	
	Gross	Provision	Gross	Provision
Not past due	28,231	-	20,342	-
Past due 0-90 days	2,330	-	5,751	-
Past due 91-180 days	224	-	3,208	-
Past due 180+ days	1,434	(219)	1,103	(209)
	32,219	(219)	30,404	(209)

	Consolidated Entity	
	2021 \$000's	2020 \$000's
Reconciliation of provision for expected credit loss		
Opening balance	(209)	(6)
Additional provision recognised	(1,069)	(206)
Re-classified to non-current assets held for sale (note 28)	1,031	-
Utilised	28	3
Closing balance	(219)	(209)

Recognition and measurement

Trade receivables are recognised and carried at original invoice amount less an allowance for any uncollectable amounts or expected credit losses. The following specific recognition criteria must also be met before a receivable is recognised:

Production debtors - receivables are recognised as they are due for settlement, within a term of no more than 30 days.

Licensing debtors - receivable is recognised once a licence agreement is signed by both parties and the programme is able to be delivered. Payment terms are usually based upon signature, delivery and acceptance. In certain contracts instalment payments may extend over the term of the licence agreement.

The group applies the AASB 9 simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for all trade receivables and contract assets. Bad debts are written off when they are identified.

To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due. The expected loss rates are based on the payment profiles of sales over a period of 36 month before the beginning of the reporting period and the corresponding historical credit losses experienced within this period. The historical loss rates are adjusted to reflect current and forward looking information on macroeconomic factors affecting the ability of the customers to settle the receivables. The group has identified the GDP annual growth rate and the unemployment rate of the regions in which it sells its goods and services to be the most relevant factors, and accordingly adjusts the historical loss rates based on expected changes in these factors.

The consolidated entity has increased its monitoring of debt recovery as there is an increased probability of customers delaying payment or being unable to pay, due to the Coronavirus (COVID-19) pandemic. As a result, the amount of expected credit losses has increased since the previous corresponding period.

A default event is defined when a debtor becomes past due. On becoming past due 0-30 days a reminder email is sent and followed up with a phone call. If the default moves into the next bracket of 31-60 days past due the sales executive makes contact with the customer. If the default moves into the 61-90 days a final email is sent and the details are passed onto the lawyers. Once it moves into the 91+ bracket the account is placed on hold and management will discuss if the amount should be written-off.

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	Consolidated Entity	
	2021 \$000's	2020 \$000's
11. INVENTORIES		
Current		
DVD Stock - finished goods at net realisable value	398	683
Stock footage - at cost	12	6
	<u>410</u>	<u>689</u>

Recognition and measurement
Inventories are measured at the lower of cost and net realisable value. Inventories represent stock TV footage and DVD stock at cost. As the footage is used it will be included within the production cost of the programme.
Costs of purchasing inventory are determined after deducting rebates and discounts.
Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and estimated costs to make the sale.
Inventories sold on consignment remain in the financial statements as stock on hand until sold to the end customer.
Costs are assigned to an individual item of inventory on the basis of weighed average costs.
During the year, the Group recognised an impairment charge to inventory \$nil (2020: \$1,618,000).

12. OTHER ASSETS		Restated *
Current		
Capitalised development costs	4,080	3,913
Less: deferred revenue	(1,553)	(1,565)
	<u>2,527</u>	<u>2,348</u>
Distribution advances	14,569	11,421
Capitalised production costs	2,845	2,888
Prepayments	440	923
	<u>3,285</u>	<u>3,811</u>
	<u>20,381</u>	<u>17,580</u>
Non-current		
Capitalised production costs	4,329	5,877
Investment in productions and 3rd party copyright	3,951	4,926
	<u>8,280</u>	<u>10,803</u>

* refer note 3 for details regarding the reclassification.

Recognition and measurement
Capitalised development costs
Costs of developing new programme concepts, which the Directors believe are probable of being recovered from future revenues, are capitalised. Capitalised costs are costed into the production or are written off in the event that the programme does not proceed. These costs are classified as current assets as the costs of developing new programmes are expected to be realised within one year. The 2021 accounts includes an amount of \$853,000 (2020: \$350,000) that was expensed during the year .
Capitalised production costs
Television production costs are capitalised and written down to their net realisable value on a title-by-title basis. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and estimated costs to make the sale. Forecast sales revenues are reviewed regularly and the write-off of the asset is recognised as a write-down of content assets as disclosed in note 5(b). Where doubt exists as to the ability to recover the expenditure from future sales, the amounts in doubt is provided for in the year in which the assessment is made. The 2021 accounts includes an amount of \$787,000 (2020: \$915,000) that was expensed during the year.
Assessing future net sales pertaining to Mythbusters titles, an write-down of \$nil (2020: \$1,452,000) was recognised against capitalised production costs to reflect their net realisable value at reporting date.
The estimates relating to future licencing revenues of each production are re-assessed each financial year and amounts that are not expected to be recouped within 12 months have been reclassified as non-current.
Capitalised production costs are disclosed in the accounts net of any cash progress payments received on projects. Where such progress payments exceed these costs the net amounts are disclosed as deferred revenue.
Distribution advances
Distribution advances for television and feature film distribution rights, are capitalised at cost as paid. Distribution advances are written down to their net realisable values on a title-by-title basis. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and estimated costs to make the sale.
Distribution advances for various titles were written down to their net realisable value resulting in a write-down for the year of \$1,151,000 (2020: \$681,000).

12. OTHER ASSETS (Continued)

Prepayments
Amounts paid in advance are recorded at cost and are subsequently expensed based on the actual month of expenditure.

Investment in productions and 3rd party copyright
The Group has invested in the rights to receive future revenue streams from 3rd party produced programs, and will be recouped from future sales.
Investment in productions for various titles were written down to their net realisable value resulting in a write-down for the year of \$877,000 (2020: \$nil).

In the prior year a number of other assets relating to the wind down of the Home Entertainment division were impaired, with a write-down of \$1,668,000 and an impairment charge of \$314,000. The amounts impaired included prepaid marketing and pick, pack and ship charges.

13. FINANCIAL ASSETS AND LIABILITIES

Fair value of financial instruments not measured at fair value on a recurring basis

The following financial instruments are not measured at fair value in the statement of financial position. These had the following fair values:

	Consolidated Entity			
	2021		2020	
	Carrying Amount \$000's	Fair Value \$000's	Carrying Amount \$000's	Fair Value \$000's
NON-CURRENT ASSETS				
Trade and other receivables	1,975	1,829	927	858
	1,975	1,829	927	858
NON-CURRENT LIABILITIES				
Other non-current liabilities	67	62	124	115
	67	62	124	115

Recognition and measurement

The fair values of the trade and other receivables and other non-current liabilities above are included in the level 2 category and have been determined in accordance with generally accepted pricing models based on a discounted cash flow analysis, with the most significant input being a discount of 8% to determine fair value.

Due to their short-term nature, the carrying amounts of cash and cash equivalents, current trade and other receivables, current trade and other payables and borrowings are assumed to approximate their fair value.

Derivative Financial Instruments

The Consolidated Entity enters into forward foreign exchange agreements and foreign currency options on production contracts in order to manage its exposure to foreign exchange rate risks. Exchange contracts are brought to account as explained in note 3.

Refer to note 33 for further information on financial instruments.

14. PROPERTY, PLANT AND EQUIPMENT

	Consolidated Entity	
	Plant & equipment \$000's	Total \$000's
Year ended 30 June 2021		
<i>Balance at 01 July 2020</i>	820	820
Additions	309	309
Additions from business combinations (note 27)	13	13
Disposal	(8)	(8)
Re-classified to non-current assets held for sale (note 28)	(15)	(15)
Depreciation charge for the year	(422)	(422)
<i>Carrying amount at 30 June 2021</i>	697	697
As at 01 July 2020		
Cost	11,539	11,539
Accumulated depreciation and impairment	(10,719)	(10,719)
Net carrying amount	820	820
As at 30 June 2021		
Cost	11,779	11,779
Accumulated depreciation and impairment	(11,082)	(11,082)
Net carrying amount	697	697

14. PROPERTY, PLANT AND EQUIPMENT (Continued)

Consolidated Entity	
Plant & equipment \$000's	Total \$000's
1,677	1,677
115	115
25	25
(104)	(104)
(893)	(893)
820	820

Year ended 30 June 2020
Balance at 01 July 2019
Additions
Additions from business combinations
Disposal
Depreciation charge for the year
Carrying amount at 30 June 2020

Recognition and measurement

Property, plant and equipment are measured at historical cost less accumulated depreciation and impairment loss.

The expected useful lives are 3 to 10 years.

The assets' residual values, useful lives and amortisation methods are reviewed, and adjusted if appropriate, at each financial year end.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the Statement of Profit or Loss and Other Comprehensive Income.

Depreciation and Amortisation

Depreciation on property, plant and equipment is calculated on a straight line basis to write off the net cost over its expected useful life to the Consolidated Entity. Estimates of the remaining useful lives are made on a regular basis for all assets, with annual reassessment for major items.

15. RIGHT-OF-USE ASSETS

Consolidated Entity		
Property \$000's	Equipment \$000's	Total \$000's
3,375	49	3,424
(239)	(16)	(255)
(78)	-	(78)
(1,361)	(9)	(1,370)
(187)	-	(187)
1,510	24	1,534
7,771	89	7,860
(4,396)	(40)	(4,436)
3,375	49	3,424
4,840	50	4,890
(3,329)	(26)	(3,356)
1,511	24	1,534

Year ended 30 June 2021
Balance at 01 July 2020
Modification
Re-classified to non-current assets held for sale (note 28)
Depreciation charge for the year
Exchange adjustment
Carrying amount at 30 June 2021

As at 01 July 2020
Cost
Accumulated depreciation
Net carrying amount

As at 30 June 2021
Cost
Accumulated depreciation
Net carrying amount

Recognition and measurement

The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The Group assesses whether a contract is or contains a lease, at inception of the contract. The Group recognises a right-of-use asset and a corresponding lease liability with respect to all lease arrangements in which it is the lessee, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low value assets. For these leases, the Group recognises the lease payments as an operating expense on a straight-line basis over the term of the lease unless another systematic basis is more representative of the time pattern in which economic benefits from the leased assets are consumed.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability (resulting in lease modifications).

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16. INTANGIBLE ASSETS

	Consolidated Entity	
	2021 \$000's	2020 \$000's
Patents and Licenses - at cost	862	150
Less: Amortisation and impairment	(281)	(150)
	581	-
Websites and Databases - at cost	408	4,000
Less: Accumulated amortisation and impairment	(325)	(3,807)
	83	194
Goodwill - at cost	3,470	5,250
Accumulated amortisation and impairment	(3,470)	(5,250)
	-	-
	664	194

Reconciliations

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

	Consolidated Entity			
	Goodwill \$'000	Websites and Databases \$'000	Patents and Licenses \$'000	Total \$'000
Balance at 01 July 2019	4,600	-	-	4,600
Additions	-	275	-	275
Amortisation charge	-	(81)	-	(81)
Impairment charge	(4,600)	-	-	(4,600)
Balance at 30 June 2020	-	194	-	194
Additions from business combinations (Note 27)	-	-	862	862
Additions	-	93	-	93
Amortisation charge	-	(204)	(281)	(485)
Balance at 30 June 2021	-	83	581	664

Recognition and measurement

Intangible assets, other than goodwill, have finite useful lives. The current amortisation charges for intangible assets are included under depreciation and amortisation expense per the Statement of Profit or Loss and Other Comprehensive Income.

If an impairment indication arises, the recoverable amount is estimated and an impairment loss is recognised to the extent that the recoverable amount is lower than the carrying amount.

Goodwill

Goodwill acquired and goodwill on consolidation are initially recorded at the amount by which the purchase price for a business or for an ownership interest in a controlled entity exceeds the fair value attributed to its net assets at date of acquisition. Goodwill on acquisitions of subsidiaries is included in intangible assets. Goodwill on acquisition of associates is included in investments in associates. Goodwill as an indefinite life asset, is tested annually for impairment and carried at cost less accumulated impairment losses. Gains and losses on the disposal of an entity include the carrying amount of goodwill relating to the entity sold.

Patents and licenses

Patents and licenses are recognised at cost of acquisition. Patents and licenses have a finite life and are carried at cost less any accumulated amortisation and any impairment losses. Patents and trademarks are amortised over their useful life, which is between 2 and 20 years.

Websites and Databases

Websites and Databases are recognised at cost. Websites and Databases are amortised over their useful life, which is 3 years, on a straight line basis.

17. TRADE AND OTHER PAYABLES

Current (unsecured)

	Consolidated Entity	
	2021 \$000's	2020 \$000's
Trade payables	1,690	2,519
Other creditors and accruals	7,221	7,778
	8,911	10,297

Recognition and measurement

These amounts represent liabilities for goods and services provided to the Consolidated Entity prior to the end of the financial year and which are unpaid. These amounts are unsecured and are usually paid within 30 days of recognition.

Credit terms on trade payables vary between business units and range from 7 days to 90 days. Contractual maturities of trade and other payables have been disclosed in Note 33.

	Consolidated Entity	
	2021	2020
	\$000's	\$000's
18. EMPLOYEE BENEFITS		
Current		
Provision for annual leave and long service leave	3,790	3,861
	3,790	3,861
Non-current		
Provision for long service leave	158	186
	158	186
Total employee benefits	3,948	4,047
Annual leave obligations accounted for as current and expected to be settled after 12 months	875	787
	875	787

Recognition and measurement

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled within 12 months of the reporting date are recognised in current liabilities in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled.

The current provision for employee benefits includes accrued annual leave and long service leave. For long service leave it covers all unconditional entitlements where employees have completed the required period of service. The entire amount of the annual leave provision is presented as current, since the consolidated entity does not have an unconditional right to defer settlement for any of these obligations. However, based on past experience, the consolidated entity does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months.

Other long-term employee benefits

The liability for long service leave not expected to be settled within 12 months of the reporting date are recognised in non-current liabilities, provided there is an unconditional right to defer settlement of the liability. The liability is measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Defined contribution superannuation expense

Contributions to defined contribution superannuation plans are expensed in the period in which they are incurred.

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	Consolidated Entity	
	2021 \$000's	2020 \$000's
19. OTHER FINANCIAL LIABILITIES		
Current	255	6,252
Total other financial liabilities	255	6,252

In 2019 a 51% owned special purpose entity, Beyond Lonehand Pty Ltd and its 100% owned subsidiary Halifax Retribution Production 1 Pty Ltd, took out a limited recourse facility to fund production on Halifax Retribution. As at 30 June 2021, the facility drawn down was \$255,000 (2020: \$5,456,000). The facility is secured by the intellectual property created by the production. To the extent that there are insufficient sales of the finished program in territories excluding Australia and New Zealand (Rest of World Sales), Beyond Entertainment Limited (BEL) has provided a guarantee for 50% of the loan advanced and secured against Rest of World Sales.

In 2018 a 51% owned special purpose entity, Dumbots S01 Pty Ltd, took out a limited recourse facility to fund production on Dumbots. The facility is secured by the Post Digital and Visual Effects offset receivable. As at 30 June 2021, the facility drawn down was \$nil (2020 : \$795,000).

Recognition and measurement

Amounts were originally recognised at the fair value of the consideration received. They are subsequently measured at amortised cost using the effective interest method with the liability reduced when amounts are received from the debtor.

	Consolidated Entity	
	2021 \$000's	2020 \$000's
20. OTHER LIABILITIES		
Current		
Unsecured liabilities		Restated *
Deferred revenue	5,619	8,218
GST payable	96	18
Producer share payable	24,736	17,072
Other	96	82
	30,547	25,389
Non-current		
Unsecured liabilities		
Producer share payable	67	124
	67	124

* refer note 3 for details regarding the reclassification.

Recognition and measurement

The Producers Share Payable balance represents liabilities for the amounts due to producers contracted under licensing and distribution sales, which are paid on collection of the revenue receivable.

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21. LEASE LIABILITIES

		Consolidated Entity	
		2021	2020
		\$000's	\$000's
Current		1,010	1,795
Non-current		772	2,011
Total lease liabilities		1,782	3,806

		Less than 6 months	6 months to 1 year	1 to 5 years	5+ years	Total
		\$000's	\$000's	\$000's	\$000's	\$000's
Lease payments		538	564	799	-	1,901
Finance charges		(55)	(38)	(26)	-	(119)
Net present values	2021	483	527	772	-	1,782
Lease payments		1,030	958	2,144	-	4,132
Finance charges		(110)	(83)	(133)	-	(326)
Net present values	2020	920	875	2,011	-	3,806

Recognition and measurement

The lease liability is initially measured at the present value of fixed lease payments that are not yet paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group's incremental borrowing rate.

Variable lease payments are only included in measuring the lease liability if they depend on a rate. In such cases, the initial measurement of the lease liability assumes the variable element will remain unchanged throughout the lease term.

Subsequently, the lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in the market rate.

22. BORROWINGS

		Consolidated Entity	
		2021	2020
		\$000's	\$000's
Current			
Secured liabilities			Restated *
Bank overdraft		2,694	2,321
Loan - St George, Macquarie Bank		4,272	4,510
		6,966	6,831

* refer note 3 for details regarding the reclassification.

Recognition and measurement

Borrowings are initially valued at fair value of the consideration received net of transaction costs. They are subsequently measured at amortised cost using the effective interest method.

Borrowing Costs

Borrowing costs are recognised as an expense when incurred. Borrowing costs include:

- Interest on bank overdraft and short-term and long-term borrowings; and
- Finance lease charges.

23. ISSUED CAPITAL

Consolidated Entity	
2021	2020
\$000's	\$000's
34,018	34,018

(a) Share Capital
61,336,968 ordinary shares - fully paid (2020: 61,336,968)

The company has authorised capital amounting to 100,000,000 ordinary shares of no par value.

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the company in proportion to the number of and amounts paid on the shares held.

On a show of hands every holder of ordinary shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote.

(b) Share Options
On 1 May 1998 at an extraordinary general meeting shareholders approved the establishment of the Beyond Employee Share Option Plan. Under the plan any options on issue are cancellable at the Directors discretion upon an option holder ceasing to be an employee.

(c) Employee Share Plan
On 21 April 2006, a total of 962,500 shares were issued under the employee plan to eligible employees and directors, and the company has entered into limited non-recourse loan agreements with participants to provide the funds necessary to subscribe for those shares. Shares were issued in accordance with the Employee Plan rules (refer note 31).

On 7 December 2009 and 11 March 2010, a total of 1,625,000 shares were issued under the employee plan to eligible employees and directors, and the company has entered into limited non-recourse loan agreements with participants to provide the funds necessary to subscribe for those shares. Shares were issued in accordance with the Employee Plan rules (refer note 29).

24. RESERVES

Employee Share Plan Benefit Reserve
The employee share plan benefit reserve records items recognised as expenses on valuation of employee share options.

Foreign Currency Translation Reserve
The foreign currency translation reserve records the variance between converting the Statement of Financial Position at closing spot rate and the Statement of Profit or Loss and Other Comprehensive Income at average rate for Beyond Rights Limited which has a functional currency of Great British Pounds (GBP) and for Magna Home Entertainment NZ Limited and Beyond D (NZ) Limited which have a functional currency of New Zealand Dollars (NZD).

Consolidated Entity	
2021	2020
\$000's	\$000's

25. NON-CONTROLLING INTEREST

Interest in:
Accumulated profits

415	300
415	300

26. DIVIDENDS

No dividend was paid or declared during the year ended 30 June 2021 (2020: \$nil)

Consolidated Entity	
2021	2020
\$000's	\$000's

Net franking credits available based on a tax rate of 30% (2020: 30%)

446	446
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The above amounts represent the balance of the franking account as at the end of the financial year, adjusted for:

- (a) franking credits that will arise from the payment of the current tax liability
- (b) franking debits that will arise from the payment of dividends recognised as a liability at the reporting date
- (c) franking credits that will arise from the receipt of dividends recognised as receivables at the reporting date
- (d) franking credits that may be prevented from being distributed in subsequent financial years

27. BUSINESS COMBINATION

(a) Summary of acquisition 7Beyond Media Rights Limited

On 9 July 2020 Beyond International Limited acquired the remaining 50.98% issued share capital of 7Beyond Media Rights Limited, a Production company incorporated in Ireland. The acquisition further strengthens the group's existing Production division.

Details of the purchase consideration, the net assets acquired and goodwill/(gain on bargain purchase) are as follows:

Purchase consideration (refer to (b) below):

Total purchase consideration	2021 \$000's	955
-------------------------------------	-------------------------	------------

The assets and liabilities recognised as a result of the acquisition are as follows:

	Fair value \$000's
Cash and cash equivalents	605
Trade and other receivables	1,625
Capitalised production costs	1,972
Intangible assets	63
Deferred tax assets	240
Trade and other payables	(70)
Deferred revenue	(2,113)
Deferred tax liabilities	(303)
Net identifiable assets acquired	2,019
Deduct - acquisition-date fair value of the equity interest in the acquiree immediately before the acquisition date	(1,064)
Purchase consideration	955

(i) Acquired receivables

The fair value of acquired trade receivables is \$1,625,000. The gross contractual amount for trade receivables due is \$1,625,000 with a loss allowance of \$nil recognised on acquisition.

(ii) Revenue and profit contribution

The acquired business contributed revenues of \$25,348,000 and net loss of \$135,000 to the group for the period from 9 July to 30 June 2021. If the acquisition had occurred on the 1 July 2020, consolidated pro-forma revenue and loss for the full year end 30 June 2021 would have been \$25,592,000 and \$143,000 respectively. These amounts have been calculated using the subsidiary's results .

(b) Purchase consideration - cash

	2021 \$000's
Outflow of cash to acquire subsidiary, net of cash acquired	
Cash consideration	955
Less: Balances acquired	
Cash	605
	605
Net outflow of cash - investing activities	(350)

Acquisition - related costs

No acquisition related costs are included in the administrative expenses in the statement of profit and loss and in the operating cash flows in the statement of cash flows.

27. BUSINESS COMBINATION (continued)

(c) Summary of acquisition Seven West Studios Limited

On 9 July 2020 Beyond International Limited acquired 100% of the issued share capital of Seven West Studios Limited, a Production company incorporated in the United Kingdom. The acquisition further strengthens the group's existing Production division.

Details of the purchase consideration, the net assets acquired and goodwill/(gain on bargain purchase) are as follows:

Purchase consideration (refer to (d) below):

Total purchase consideration	2021 \$000's	904
-------------------------------------	-------------------------	------------

The assets and liabilities recognised as a result of the acquisition are as follows:

	Fair value \$000's
Cash and cash equivalents	3,709
Trade and other receivables	39
Capitalised production costs	428
Other assets	26
Property plant and equipment	13
Intangible assets	799
Trade and other payables	(749)
Deferred revenue	(3,361)
Net identifiable assets acquired	904
Goodwill	-
Purchase consideration	904

(i) Acquired receivables

The fair value of acquired trade receivables is \$39,000. The gross contractual amount for trade receivables due is \$39,000 with a loss allowance of \$nil recognised on acquisition.

(ii) Revenue and profit contribution

The acquired business contributed revenues of \$7,209,000 and net loss of \$425,000 to the group for the period from 9 July to 30 June 2021. If the acquisition had occurred on the 1 July 2020, consolidated pro-forma revenue and loss for the full year 30 June 2021 would have been \$7,209,000 and \$420,000 respectively. These amounts have been calculated using the subsidiary's results.

(d) Purchase consideration - cash

	2021 \$000's
Inflow of cash to acquire subsidiary, net of cash acquired	
Cash consideration	904
Less: Balances acquired	
Cash	3,709
	3,709
Net inflow of cash - investing activities	2,805

Acquisition - related costs

Acquisition related costs of \$118,000 are included in the administration expenses in the statement of profit and loss and in the operating cash flows in the statement of cash flows.

Recognition and measurement

A business combination is accounted for by applying the acquisition method, unless it is a combination involving entities or businesses under common control. The business combination will be accounted for from the date that control is obtained, whereby the fair value of the identifiable assets acquired and liabilities (including contingent liabilities) assumed is recognised (subject to certain limited exemptions).

When measuring the consideration transferred in the business combination, any asset or liability resulting from a contingent consideration arrangement is also included. Subsequent to initial recognition, contingent consideration classified as equity is not remeasured and its subsequent settlement is accounted for within equity. Contingent consideration classified as an asset or liability is remeasured in each reporting period to fair value, recognising any change to fair value in profit or loss, unless the changes in value can be identified as existing at acquisition date.

All transition costs incurred in relation to business combinations, other than those associated with the issue of a financial instrument, are recognised as expenses in profit or loss when incurred.

Consolidated Entity

28. Assets and liabilities classified as held for sale

(i) General Description
Beyond D Pty Ltd is a wholly owned subsidiary of the Group, with the principal activity of digital marketing. Following a strategic review carried out during the year, management concluded that the segment no longer fitted into the long term goals of the Group as it was a business segment that no longer complemented the two core strategies of television production and distribution. The associated assets and liabilities were consequently presented as held for sale at fair value. The disposal group is available for immediate sale and is expected to qualify for recognition as a completed sale within one year.

(ii) Assets and liabilities held for sale
The following major classes of assets and liabilities relating to these operations have been classified as held for sale in the consolidated statement of financial position on 30 June 2021:

	Digital Marketing \$000's
Cash and cash equivalents	194
Trade and other receivables	869
Other assets	43
Property plant and equipment	15
Right-of-use assets	78
Deferred tax assets	481
Assets held for sale	1,679
Trade and other payables	(503)
Employee benefits	(578)
Liabilities held for sale	(1,178)

(iii) Financial performance information

	2021 \$000's	2020 \$000's
Revenue	4,486	6,716
Other income	468	143
Digital marketing direct costs	4,032	5,608
Administration costs	1,386	474
Employee benefits expense	1,430	1,540
Finance costs	10	26
Provisions	69	54
Depreciation, amortisation, impairment and write-down of content assets expense	94	1,394
Loss before income tax	(2,067)	(2,237)
Income tax benefit	602	251
Loss after income tax for the year	(1,466)	(1,986)
Net cash used in operating activities	(989)	(673)
Net cash provided by financing activities	949	744
Net (decrease)/increase in cash and cash equivalent from discontinued operations	(40)	71

Recognition and measurement

A discontinued operation is a component of the consolidated entity that has been disposed of or is classified as held for sale and that represents a separate major line of business or geographical area of operations, is part of a single co-ordinated plan to dispose of such a line of business or area of operations, or is a subsidiary acquired exclusively with a view to resale. The results of discontinued operations are presented separately on the face of the statement of profit or loss and other comprehensive income.

	2021 \$000's	2020 \$000's
29. CONTINGENT ASSETS AND LIABILITIES		
The consolidated entity had no contingent assets as at 30 June 2021 (2020: \$nil).		
The consolidated entity has given bank guarantees as at 30 June 2021 of \$895,000 (2020: \$895,000) to its landlord.		
30. COMMITMENTS		
(i) DISTRIBUTION GUARANTEE COMMITMENTS		
In the course of the Consolidated Entity's feature film, television and Home Entertainment businesses, commitments to pay distribution guarantees and advances of minimum proceeds from sales have been made to producers at reporting date but not recognised in the financial statements:		
Not later than one year		
Distribution Guarantee	3,714	9,049
Home Entertainment Advances	128	26
Later than one year but not later than five years		
Distribution Guarantee	198	-
Home Entertainment Advances	-	182
	4,040	9,257

The above commitments to pay distribution guarantees have been entered into in the normal course of business.

31. SHARE BASED PAYMENTS

General Employee Share Loan Plan

The Board has adopted an employee share plan under which employees and Directors of the Consolidated Entity may subscribe for shares in the Company using funds loaned to them by the Consolidated Entity. The Board has also adopted a share plan on substantially the same terms for consultants of the Consolidated Entity (Consultant Plan). The purpose of the Employee Plan is to:

- (a) assist in the retention and motivation of employees and Directors of the Consolidated Entity by providing them with a greater opportunity to participate as shareholders in the success of the Consolidated Entity; and
- (b) create a culture of share ownership amongst the employees of the Consolidated Entity.

There have been three issues of shares under the Employee Share plan as follows:

- On 21 April 2006, 962,500 shares were issued under the Employee Plan to eligible employees and Directors of Beyond International Limited and its controlled entities. 600,000 of these shares remain redeemable at 30 June 2021.
- On 7 December 2009, 300,000 shares were issued under the Employee Plan to eligible employees and Directors of Beyond International Limited and it's controlled entities. 200,000 of these shares remain redeemable at 30 June 2021.
- On 11 March 2010, 1,325,000 shares were issued under the Employee Plan to eligible employees and Directors of Beyond International Limited and it's controlled entities. 725,000 of these shares remain redeemable at 30 June 2021.

In all cases the company entered into limited non-recourse loan agreements to provide participants the funds necessary to subscribe for those shares. Shares were issued in accordance with the Employee Plan rules.

The loans were made based on the greater of market value of the shares on allotment date and \$0.645 (Dec 09 - 2010 plan), \$0.75 (Mar 10 - 2010 plan) & \$0.60 (2006 plan). As the loans are non-recourse, the value of the loans are not recognised as an asset, and the corresponding share value is not recorded in equity. The total of the Plan Shares are included in Issued Capital at note 23(a).

Notwithstanding any other provision of the Plan, each Participant has a legal and beneficial interest in the Shares issued to him or her and is at all times absolutely entitled to those Plan Shares, except that any dealings with those Shares by the Participant may be restricted in accordance with the plan rules. Plan Shares rank equally with all existing Shares from the date of issue in respect of all rights issues, bonus issues, dividends and other distributions to, or entitlements of, holders of existing Shares where the record date for such corporate actions is after the relevant Plan Shares are issued. On termination, the Participant may elect to pay the loan or transfer all of their Plan Shares back to the Company, subject to requirements of the Corporations Act. If the Participant transfers the shares back to the Company, the Company may:

- i) transfer the Plan Shares for the issue price to a person nominated by the Company; or
- ii) procure a broker to sell all or any of the Plan Shares on-market.

Share movements in the plan as follows:

	Number of shares	Change in equity value \$000's
Outstanding at the beginning of year	1,525,000	-
Redemption of shares under the employee share plan	-	-
Exercisable at year end	1,525,000	-

The Plan Shares issued as part of the 2010 Plan required that Participants could only deal with the shares on a pro-rata basis for a 3 year period. During this period, the Company accounted for the Plan Shares as if they were options. The grant fair value of the shares was amortised across the vesting period as follows:

Vesting period	Amortisation \$
11 March 2010 to 30 June 2010	15,587
Financial year ending 30 June 2011	66,718
Financial year ending 30 June 2012	66,718
Financial year ending 30 June 2013	47,602

The grant fair value of the 2010 plan was calculated by using the Black Scholes option pricing model applying the following inputs:

Weighted average exercise price	\$0.75
Weighted average life of the option	3
Underlying share price	\$0.75
Expected share price volatility (i)	30%
Risk free interest rate	5.00%
Expected dividend rate	6.00%

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31. SHARE BASED PAYMENTS (Continued)

Weighted average fair value price \$0.10

(i) Expected share price volatility has been estimated based on the historical volatility of the Company's share price.

32. GROUP STRUCTURE

(a) Controlled entities consolidated

Name of entity	Country of formation or incorporation	Beyond International Ltd direct interest in ordinary shares	
		2021 %	2020 %
Ultimate parent entity			
Beyond International Ltd	Australia		
Controlled entities of Beyond International Ltd:			
Beyond Films Ltd	Australia	100	100
Beyond Television Group Pty Ltd	Australia	100	100
Beyond Television Pty Ltd	Australia	26	26
Beyond Entertainment Pty Ltd	Australia	100	100
Beyond Simpson le Mesurier Pty Ltd	Australia	51	51
Liberty & Beyond Pty Ltd	Australia	51	51
Beyond Imagination Pty Ltd	Australia	51	51
Beyond Miall Kershaw Pty Ltd	Australia	51	51
Pacific & Beyond Pty Ltd	Australia	51	51
Beyond Screen Productions Pty Ltd	Australia	100	100
Beyond Home Entertainment Pty Ltd	Australia	100	100
Beyond Entertainment Holdings Ltd	Ireland	100	100
Beyond D Pty Ltd	Australia	100	100
Beyond West Pty Ltd	Australia	100	100
Controlled entities of Beyond Entertainment Pty Ltd:			
Mullion Creek and Beyond (partnership)	Australia	51	51
Equus Film Productions Pty Ltd	Australia	51	51
BTVUS Pty Ltd	Australia	100	100
Clandestine Beyond Pty Ltd	Australia	51	51
Blue Rocket Beyond Pty Ltd	Australia	51	51
Beyond Lone Hand Pty Ltd	Australia	51	51
Controlled entities of Liberty & Beyond Pty Ltd:			
Liberty & Beyond Productions Pty Ltd	Australia	100	100
Controlled entities of Beyond Television Group Pty Ltd:			
Beyond Television Pty Ltd	Australia	74	74
Controlled entities of Beyond Television Pty Ltd:			
Beyond Properties Pty Ltd	Australia	100	100
Beyond Productions Pty Ltd	Australia	100	100
Beyond Distribution Pty Ltd	Australia	100	100
Controlled entities of Beyond Properties Pty Ltd:			
Beyond Pty Ltd	Australia	100	100
Beyond International Group Inc	USA	100	100
The Two Thousand Unit Trust *	Australia	100	100
* The corporate trustee of the trust is Beyond Properties Pty Ltd.			
Controlled entities of Beyond International Group Inc:			
Beyond Productions Inc	USA	100	100

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32. GROUP STRUCTURE (Continued)

	Country of formation or incorporation	Beyond International Ltd direct interest in ordinary shares	
		2021 %	2020 %
Controlled entities of			
Beyond Simpson le Mesurier Pty Ltd:			
Beyond Simpson le Mesurier Productions Pty Ltd	Australia	-	100
Controlled entities of			
Beyond Entertainment Holdings Ltd			
Beyond Rights Ltd (formerly Beyond Entertainment Ltd)	Ireland	100	100
Beyond Rights Distribution Ltd	Ireland	100	100
Controlled entity of			
Beyond Rights Distribution Ltd			
HL Beyond Ltd	Ireland	100	100
Wild Weather Pty Ltd	Australia	100	100
Controlled entities of			
Beyond Rights Ltd (formerly Beyond Entertainment Ltd)			
Beyond Distribution (UK) Limited (formerly Beyond International Services Ltd)	United Kingdom	100	100
Beyond Rights Ltd (formerly TCB Media Rights Ltd)	United Kingdom	100	100
Beyond TNC Ltd	Ireland	51	51
Controlled entities of			
Beyond Media Rights Ltd			
Beyond Screen Productions Ltd	United Kingdom	100	-
Controlled entities of			
Beyond Screen Productions Ltd			
Beyond Screen North Ltd	United Kingdom	100	-
Controlled entities of			
Beyond OZ Pty Ltd			
Days Like these S1 Pty Ltd	Australia	100	-
Controlled entities of			
Beyond Home Entertainment Pty Ltd			
Magna Home Entertainment Pty Ltd	Australia	100	100
Controlled entities of			
Magna Home Entertainment Pty Ltd			
Magna Home Entertainment (NZ) Ltd	New Zealand	100	100
Controlled entities of			
Beyond D Pty Ltd			
Beyond D (NZ) Ltd	New Zealand	100	100
Controlled entities of			
Beyond TNC Ltd			
Beyond TNC (UK) Ltd	United Kingdom	100	100
Beyond TNC (Australia) Pty Ltd	Australia	100	100
Controlled entities of			
Beyond TNC (Australia) Pty Ltd			
Memory Lane 1 Pty Ltd	Australia	100	100
Memory Lane 2 Pty Ltd	Australia	100	100
Controlled entities of			
BTVUS Pty Ltd			
B U.S.A. Holdings, Inc.	USA	100	100
Controlled entities of			
B U.S.A. Holdings, Inc			
Move It or List It, LLC	USA	100	100
11:11 US, LLC	USA	100	100

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32. GROUP STRUCTURE (Continued)

	Country of formation or incorporation	Beyond International Limited direct interest in ordinary shares	
		2021 %	2020 %
Controlled entities of Clandestine Beyond Pty Ltd			
Pulse Productions S01 Pty Ltd	Australia	100	100
Controlled entities of Blue Rocket Beyond Pty Ltd			
Dumbots S01 Pty Ltd	Australia	100	100
Controlled entities of Beyond Lone Hand Pty Ltd			
Halifax Retribution Production 1 Pty Ltd	Australia	100	100
Controlled entities of Beyond Hogg Pty Ltd			
On the Record Pty Ltd	Australia	100	-
(b) Joint venture/associates			
7Beyond Media Rights Ltd	Ireland	-	49.02
Tropo Productions Pty Ltd	Australia	50	50
(c) Associates			
Melodia Ltd	Ireland	33.3	33.3
Melodia (Australia) Pty Ltd	Australia	33.3	33.3
GB Media Development, Inc.	USA	10	10

33. FINANCIAL RISK MANAGEMENT

(i) Capital Risk Management

The Consolidated Entity manages its capital to ensure that entities in the group will be able to continue as a going concern while maximising the return to stakeholders. The Consolidated Entity's strategy remains unchanged from 2020.

The capital structure of the group consists of cash and equity attributable to the equity holders of the parent entity, comprising issued capital, reserves and retained earnings. The Consolidated Entity operates globally, primarily through subsidiary companies established in the markets in which the group trades. The consolidated entity is subject to certain financing arrangements covenants and meeting these are given priority in all capital risk management decisions. For further details on these financing arrangements, refer to Note 22.

Operating cash flows are used to make the routine outflows of tax and dividends.

(ii) Market Risk

The Consolidated Entity's activities expose it primarily to the financial risks of changes in foreign currency exchange rates (refer Note 33 (iii)).

(iii) Foreign Currency Risk Management

The Consolidated Entity undertakes certain transactions denominated in foreign currencies, hence exposures to exchange rate fluctuations arise.

Derivative financial instruments are used by the Consolidated Entity to hedge exposure to exchange rate risk associated with foreign currency trade receivables. Mark-to-market gains on derivative financial instruments used by the economic entity are recognised in the financial statements. Transactions for hedging purposes are undertaken without the use of collateral as only reputable institutions with sound financial positions are dealt with.

Foreign currency sensitivity analysis

The Consolidated Entity is mainly exposed to US dollars (USD), Euro (EUR), Great British Pound (GBP) and New Zealand Dollars (NZD).

The carrying amount of the foreign currency denominated financial assets and liabilities at the reporting date is as follows:

	2021		2020	
	Financial Assets \$000's	Financial Liabilities \$000's	Financial Assets \$000's	Financial Liabilities \$000's
Consolidated Entity				
US Dollars	8,173	(1,602)	8,953	(1,259)
Euro	3,083	(523)	2,218	(233)
Great British Pound	11,261	(989)	12,749	(2,632)
New Zealand Dollars	6	27	58	108
Other	464	-	10	-
	22,987	(3,085)	23,989	(4,017)

33. FINANCIAL RISK MANAGEMENT (Continued)

The following table details the Consolidated Entity's sensitivity to a 10% increase and decrease in the Australian dollar against the relevant foreign currencies. A sensitivity rate of 10% is considered reasonable based on exchange rate fluctuations over the past 12 months. The sensitivity analysis includes only outstanding foreign currency financial assets and liabilities and adjusts their translation at the period end for a 10% change in foreign currency rates.

	2021		2020	
	10% increase \$000's	10% decrease \$000's	10% increase \$000's	10% decrease \$000's
Consolidated Entity				
Profit/(loss)	(2,120)	2,591	(2,546)	3,112
	(2,120)	2,591	(2,546)	3,112

(iv) Interest Rate Risk Management

The Consolidated Entity's exposure to interest rate risk is minimal.

The Consolidated Entity's exposures to interest rates on financial assets and financial liabilities are detailed in the liquidity risk management section of this note, per below.

The average effective interest rate on cash at bank was 0.01% (2020: 2.31%)
The average effective interest rate on borrowings was 3.45% (2020: 2.41%)

Interest rate sensitivity analysis

The sensitivity analysis below have been determined based on the exposure to interest rates at the reporting date and the stipulated change taking place at the beginning of the financial year and held constant throughout the reporting period. A sensitivity analysis of 50 basis points is considered reasonable based on interest rate fluctuations over the past 12 months.

At reporting date, if interest rates had been 50 points higher or lower and all other variables were held constant, net interest received from cash held by the Consolidated Entity would move by \$50,224 (2020: \$26,380).

At reporting date, if interest rates on borrowings had been 50 points higher or lower and all other variables were held constant, net interest payable from borrowings held by the Consolidated Entity would move by \$16,217 (2020: \$8,589).

(v) Liquidity Risk Management

Ultimate responsibility for liquidity risk management rests with the Board of Directors, who have built an appropriate liquidity risk management framework for the management of the Consolidated Entity's short, medium and long-term funding and liquidity management requirements. This framework is not formally documented. The Consolidated Entity manages liquidity risk by maintaining adequate reserves and banking facilities by continuously monitoring forecast and actual cash flows. Included in note 8(b) is a listing of additional undrawn facilities that the Consolidated Entity has at its disposal to further reduce liquidity risk.

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33. FINANCIAL RISK MANAGEMENT (Continued)

Liquidity and interest risk tables
The following tables detail the Consolidated Entity's remaining contractual maturity for it's financial liabilities.

Consolidated Entity			Average interest rate	Less than 6 months	6 months to 1 year	1 to 5 years	5+ years	Total Outflows	Carrying amount
	Notes		%	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's
2021									
Financial liabilities									
Trade & other payables	16		-	8,911	-	-	-	8,911	8,911
Other financial liabilities	19		6.48%	255	-	-	-	255	255
Lease liabilities	21		7.14%	538	564	799	-	1,901	1,901
Producer share payable	20		-	12,368	12,368	67	-	24,803	24,803
Other payables	20		-	191	-	-	-	191	191
Borrowings	22		3.29%	6,966	-	-	-	6,966	6,966
Total financial liabilities				29,230	12,933	866	-	43,028	43,028
2020									
Financial liabilities									
Trade & other payables	16		-	10,215	82	-	-	10,297	10,297
Other financial liabilities	19		6.48%	6,252	-	-	-	6,252	6,252
Lease liabilities	21		6.78%	1,030	958	2,144	-	4,132	4,132
Producer share payable	20		-	8,536	8,536	124	-	17,195	17,195
Other payables	20		-	100	-	-	-	100	100
Borrowings	22		3.47%	6,831	-	-	-	6,831	6,831
Total financial liabilities				32,964	9,576	2,268	-	44,807	44,807

(vi) Credit Risk Exposures

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Consolidated Entity. The consolidated entity has adopted a policy of only dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults. This information is supplied by credit rating agencies and, if not available, the Consolidated Entity uses publicly available financial information to assess the credit-worthiness.

Trade receivables consist of a large number of customers, spread across diverse geographical areas. Ongoing reviews are conducted of accounts receivable balances. The Consolidated Entity does not have significant credit risk exposure to any single counterparty. The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The credit risk on financial assets of the Consolidated Entity which are recognised on the Statement of Financial Position is generally the carrying amount, net of any provisions for doubtful debts.

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33. FINANCIAL RISK MANAGEMENT (Continued)

(vii) Fair Value of Financial Instruments

The fair value of cash and cash equivalents and non-interest bearing monetary financial assets and liabilities approximates their carrying values. A discount rate of 8% (2020: 8%) has been applied to all non-current receivables & payables to determine fair value.

The fair value of other monetary financial assets and liabilities is based upon market prices where a market exists or by discounting the expected future cash flows by the current interest rates for assets and liabilities with similar risk profiles.

For forward exchange contracts the fair value is taken to be the unrealised gain or loss as at the date of the report calculated by reference to the current forward rates for similar contracts.

	Carrying Amount		Fair Value	
	2021	2020	2021	2020
	\$000's	\$000's	\$000's	\$000's
Financial assets				
Cash and cash equivalents	6,442	10,504	6,442	10,504
Loans and receivables	32,520	30,195	32,374	30,126
	38,962	40,699	38,816	40,630
Financial liabilities, at amortised cost				
Trade and other payables	8,911	10,297	8,911	10,297
Other payables	191	100	191	100
Producer share payable	24,803	17,195	24,798	17,186
Borrowings	6,966	6,831	6,744	6,602
	40,872	34,423	40,646	34,184

34. KEY MANAGEMENT PERSONNEL COMPENSATION

Directors

The following persons were directors of Beyond International Limited during the financial year:

Chairman

Ian Ingram

Executive directors

Mikael Borglund - Managing Director

Non-executive directors

Anthony Lee

Ian Robertson

Executives (other than directors) with the greatest authority for strategic direction and management

The following persons were the executives with the greatest authority for the strategic directions and management of the Consolidated Entity ("specified executives") during the financial year.

Name	Position	Employer
K Llewellyn-Jones	CEO, Beyond Distribution Business Division	Beyond Rights Ltd
J Luscombe	General Manager - Productions & Executive Vice President	Beyond Television Group Pty Ltd
M Murphy	Executive Director - Ireland	Beyond Entertainment Ltd
P Tehan	General Manager - Legal & Business Affairs	Beyond Television Group Pty Ltd
P Wylie	General Manager - Finance & Company Secretary	Beyond Television Group Pty Ltd
J Ward	General Manager - Beyond D	Beyond D Pty Ltd

Information on key management personnel compensation is disclosed below and in the Directors' Report.

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34. KEY MANAGEMENT PERSONNEL COMPENSATION (Continued)

(i) REMUNERATION

The aggregate compensation made to directors and other members of key management personnel of the consolidated entity is set out below:

	Consolidated Entity	
	2021	2020
	\$	\$
Short-term employee benefits	3,222,288	3,246,668
Post-employment benefits	140,164	151,685
Long-term benefits	155,855	5,154
Termination benefits	-	83,734
	3,518,308	3,487,240

(ii) SHAREHOLDINGS

Number of Shares held by Directors and Specified Executives, including their personally related parties

2021					
Parent Entity Directors	Balance 1.07.20	Received as Remuneration	Options Exercised	Net Change Other *	Balance 30.06.21
M Borglund	3,150,949	-	-	57,976	3,208,925
I Ingram	19,487,059	-	-	34,718	19,521,777
A Lee	5,474,997	-	-	-	5,474,997
I Robertson	110,000	-	-	-	110,000
Total	28,223,005	-	-	92,694	28,315,699
Specified Executives	Balance 1.07.20	Received as Remuneration	Options Exercised	Net Change Other *	Balance 30.06.21
J Luscombe	273,478	-	-	-	273,478
P Tehan	75,000	-	-	-	75,000
P Wylie	2,000	-	-	20,000	22,000
K Llewellyn-Jones **	-	-	-	-	-
M Murphy	-	-	-	-	-
J Ward	-	-	-	-	-
Total	350,478	-	-	20,000	370,478
2020					
Parent Entity Directors	Balance 1.07.19	Received as Remuneration	Options Exercised	Net Change Other *	Balance 30.06.20
M Borglund	3,150,949	-	-	-	3,150,949
I Ingram	19,487,059	-	-	-	19,487,059
A Lee	5,474,997	-	-	-	5,474,997
I Robertson	110,000	-	-	-	110,000
Total	28,223,005	-	-	-	28,223,005
Specified Executives	Balance 1.07.19	Received as Remuneration	Options Exercised	Net Change Other *	Balance 30.06.20
J Luscombe	273,478	-	-	-	273,478
P Tehan	75,000	-	-	-	75,000
P Wylie	2,000	-	-	-	2,000
P Maddison***	50,000	-	-	-	50,000
M Murphy	-	-	-	-	-
J Ward	-	-	-	-	-
Total	400,478	-	-	-	400,478

* Net Change Other refers to shares purchased or sold during the financial year
** Ms. K Llewellyn-Jones started on 24 July 2020
*** Mr. P Maddison resigned on 22 June 2020

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35. RELATED PARTIES

(i) CONTROLLING ENTITIES

Beyond International Limited is the ultimate parent entity in the wholly-owned group comprising the Company and its wholly-owned controlled entities which are disclosed in note 32.

(ii) KEY MANAGEMENT PERSONNEL

Disclosures relating to key management personnel are set out in Note 34 and the remuneration report in the directors' report.

Loans to key management personnel

There were no outstanding loans as at 30 June 2021 or at any point during the year (2020: \$nil).

Equity transactions with directors and their director-related entities

The aggregate number of equity instruments acquired or disposed of by directors of the Consolidated Entity and their director-related entities during the year were:

		Consolidated Entity	
		2021	2020
		Number	Number
Acquisitions	Ordinary shares	92,694	-
Disposals	Ordinary shares	-	-
The aggregate number of equity instruments held by directors of the Consolidated Entity and their director-related entities at balance date were:			
Issuing entity	Class of equity instruments	Number	
Beyond International Ltd	Ordinary shares	28,315,699	28,223,005
	Options over ordinary shares	-	-

(iii) TRANSACTIONS WITH ENTITIES IN THE WHOLLY-OWNED GROUP

Beyond International Limited is the ultimate parent entity in the wholly-owned group comprising the Company and its wholly-owned controlled entities. The Company advanced and repaid loans, received loans, provided management services, received dividends and charged rent to other entities in the wholly-owned group during the current and previous financial years. With the exception of loans advanced free of interest to wholly-owned subsidiaries, these transactions were on commercial terms and conditions. Such loans are repayable on demand.

J Luscombe is a director of Ryzara Pty Ltd. The company has received payments for services rendered by J Luscombe during the year. These fees are included as part of the Executive Remuneration disclosed in note 34 and the Directors Report.

(iv) TRANSACTIONS WITHIN THE WHOLLY OWNED GROUP

Due to the nature of the operations of the Consolidated Entity, normal operating transactions take place between subsidiaries within the group. These are all at arms length and are eliminated on consolidation.

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36. PARENT ENTITY

The following information relates to the parent entity Beyond International Ltd. The information presented has been prepared using accounting policies that are consistent with those of the Consolidated Entity.

Statement of financial position	Parent Entity	
	2021 \$000's	2020 \$000's
Current assets	473	-
Non-current assets	33,121	15,088
Total assets	33,594	15,088
Current liabilities	7,906	5,169
Non-current liabilities	1,882	2,935
Total liabilities	9,789	8,104
Contributed equity	34,018	34,018
Reserves	341	341
Accumulated losses	(10,552)	(27,375)
Total equity	23,806	6,984
Total comprehensive income/(loss) for the year	16,823	(4,726)

Contingent Assets and Liabilities

The parent entity has given a bank guarantee as at 30 June 2021 of \$895,000 (2020: \$895,000) to its landlord.

37. SUBSEQUENT EVENTS

No matter or circumstance has arisen since 30 June 2021 that has significantly affected or may significantly affect the Group's operations, the results of those operations or the Group's state of affairs in future years.

38. COMPANY DETAILS

The registered office & principal place of business of the company is :

Beyond International Ltd
109 Reserve Rd
Artarmon, NSW 2064
Australia

BEYOND INTERNATIONAL LIMITED AND ITS CONTROLLED ENTITIES
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DIRECTORS' DECLARATION

In the directors' opinion:

- the attached financial statements and notes thereto comply with the Corporations Act 2001, the Australian Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes thereto comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in the financial statements;
- the attached financial statements and notes thereto give a true and fair view of the consolidated entity's financial position as at 30 June 2021 and of its performance for the financial year ended on that date;
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable; and

The directors have been given the declarations required by Section 295A of the Corporations Act 2001.

Signed in accordance with a resolution of the directors made pursuant to section 295(5) of the Corporations Act 2001.

On behalf of the directors

A handwritten signature in dark ink, appearing to read 'Mikael Borglund', is written over a light gray rectangular background.

Mikael Borglund
Managing Director

31 August 2021
Sydney

INDEPENDENT AUDITOR'S REPORT

To the members of Beyond International Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Beyond International Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2021, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies and the directors' declaration.

In our opinion the accompanying financial report of the Group, is in accordance with the *Corporations Act 2001*, including:

- (i) Giving a true and fair view of the Group's financial position as at 30 June 2021 and of its financial performance for the year ended on that date; and
- (ii) Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the Group in accordance with the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Revenue recognition

<i>Key audit matter</i>	<i>How the matter was addressed in our audit</i>
<p>Australian Accounting Standard <i>AASB 15: Revenue from Contracts with Customers</i> ('AASB 15') uses a five step model to recognise revenue. A number of estimates and judgements are made by management in order to determine the point at which performance obligations are met and revenue can be recognised.</p> <p>Due to the nature of these key estimates and judgements, and given the financial significance of revenue to the users of the financial report, revenue recognition was considered a key audit matter.</p> <p>The disclosure in connection with the Group's recognition of revenue can be found in Note 5.</p>	<p>Our audit procedures to address this key audit matter included, but were not limited to, the following:</p> <ul style="list-style-type: none"> • Critically evaluating the revenue recognition policies for all material sources of revenue and from our detailed testing performed, ensured that revenue was being recognised appropriately, in line with Australian Accounting Standards and policies disclosed within the financial statements. This included ensuring that revenue was recognised in accordance with the requirements of AASB 15. • Reviewing a sample of deferred revenue balances at year end to ensure that revenue was appropriately deferred in accordance with production and licensing milestones. • Selecting a sample of revenue transactions from all significant revenue streams, agreeing revenue recognised to supporting documentation to confirm the existence and accuracy of the revenue recognised and to consider whether the transactions were recorded in the correct period.

Valuation of other assets

<i>Key audit matter</i>	<i>How the matter was addressed in our audit</i>
<p>As at 30 June 2021, the Group recognised other assets of \$28,661,000 which included capitalised production costs of \$7,174,000, capitalised development costs of \$2,527,000, distribution advances of \$14,569,000 and investments in productions and 3rd party copyright of \$3,951,000 as disclosed in Note 12.</p> <p>Due to the judgements applied by management in forecasting future sales to support the carrying value</p>	<p>Our audit procedures for assessing the carrying value of the Group's other assets included, but were not limited to, the following:</p> <ul style="list-style-type: none"> • Performing a detailed analysis of the costs capitalised during the period in relation to specific titles, including an assessment of the inputs and estimates applied.

of these assets along with the significance of the balance in the Consolidated Statement of Financial Position, we considered this area to be a key audit matter.

- Assessing the recoverability of these assets through a review of management's forecast sales projections in comparison to the historical sales performance of specific titles and current licensing terms in place with third party distributors.
- Performing detailed testing in respect to licensing and production contracts to validate actual sales incurred to date.
- Assessing whether the recognition, recoupment and write-down of these assets was in accordance with Australian Accounting Standards.

Other information

The directors are responsible for the other information. The other information comprises the information contained in the Directors' Report (excluding the audited Remuneration Report section) for the year ended 30 June 2021, but does not include the financial report and our auditor's report thereon, which we obtained prior to the date of this auditor's report, and the Annual Report to Shareholders, which is expected to be made available to us after that date.

Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

When we read the Annual Report to Shareholders, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the directors and will request that it is corrected. If it is not corrected, we will seek to have the matter appropriately brought to the attention of users for whom our report is prepared.

Responsibilities of the directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

https://www.auasb.gov.au/admin/file/content102/c3/ar1_2020.pdf

This description forms part of our auditor's report.

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included in the directors' report under the heading 'Remuneration Report' for the year ended 30 June 2021.

In our opinion, the Remuneration Report of Beyond International Limited, for the year ended 30 June 2021, complies with section 300A of the *Corporations Act 2001*.

Responsibilities

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

BDO Audit Pty Ltd



Martin Coyle
Director

Sydney, 31 August 2021