

31 August 2022

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

MARINER CORPORATION LIMITED

APPENDIX 4E – PRELIMINARY FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

Financial year ended 30 June 2022 ('current year')

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

The directors of Mariner Corporation Limited ("the Company") are pleased to announce the results of the company for the year ended 30 June 2022 as follows:

RESULTS FOR THE ANNOUNCEMENTS TO THE MARKET

Key Information	Movement	% Change	Year ended 30 June 2022 \$	Year ended 30 June 2021 \$
Revenue from ordinary activities	Increase	87%	160,468	85,695
Net loss from ordinary activities attributable to members	Decrease (see Note)	27%	436,879	595,754
Net loss after tax attributable to members	Decrease (see Note)	27%	436,879	595,754

Note: Due to decrease in employee and consulting costs.

DIVIDENDS

No dividends have been paid or declared during the current financial period.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	30 June 2022	30 June 2021
	\$	\$
Other Income	160,468	85,695
Expenses from ordinary activities, excluding borrowing costs	(569,185)	(678,035)
Borrowing costs	(28,162)	(3,414)
(Loss) before income tax	(436,879)	(595,754)
Income tax expense	-	-
(Loss) for the year	(436,879)	(595,754)
(Loss) attributable to members	(436,879)	(595,754)

Expenses from ordinary activities (excluding borrowing costs):

	30 June 2022	30 June 2021
Details of "Expenses from ordinary activities"	\$	\$
Administration and office costs	(98,269)	(94,984)
Consulting Costs	(25,816)	(75,204)
Employee benefits expense	(323,079)	(356,330)
Depreciation	(67,525)	(65,859)
Unrealised loss on foreign exchange transactions	9,454	(21,639)
Professional fees and investment cost	(63,949)	(64,019)
Total expenses from ordinary activities	(569,185)	(678,035)

Revision of accounting estimates

Details of Revision of Accounting Estimates in accordance with AASB118:
Not applicable

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	30 June 2022	30 June 2021
	\$	\$
Assets		
Current assets		
Cash and cash equivalents	5,028	84,371
Other receivables	232,826	72,113
Other assets	-	-
Financial assets	375	355
Total current assets	238,228	156,839
Non-current assets		
Property, plant and equipment	17,311	31,391
Right of use assets	-	45,384
Total non-current assets	17,311	76,775
Total assets	255,540	233,614
Liabilities		
Current liabilities		
Trade and other payables	136,098	112,164
Lease liabilities	-	40,090
Borrowings	619,129	140,205
Total current liabilities	755,227	292,459
Non-current liabilities		
Lease liabilities	-	9,282
Total non-current liabilities	-	9,282
Total liabilities	755,227	301,741
Net (liabilities)/assets	(499,687)	(68,127)
Equity		
Issued capital	137,704,915	137,704,915
Reserves	11,327	6,008
Accumulated losses	(138,215,929)	(137,779,050)
Total (deficit)/equity	(499,687)	(68,127)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Issued Capital	Reserves	Accumulated losses	Total
	\$	\$	\$	\$
Balance at 1 July 2020	137,704,915	135	(137,183,296)	521,754
Loss for the year	-	-	(595,754)	(595,754)
Other comprehensive income for the year	-	5,873	-	5,873
Total comprehensive loss for the year	-	135	(429,604)	(584,008)
Transactions with owners Issued Shares	-	5,873	(595,754)	(589,881)
Balance at 30 June 2021	137,704,915	6,008	(137,779,050)	(68,127)
Balance at 1 July 2021	137,704,915	6,008	(137,779,050)	(68,127)
Loss for the year	-	-	(436,879)	(436,879)
Other comprehensive income for the year	-	5,320	-	5,320
Total comprehensive loss for the year	-	5,320	(436,879)	(436,879)
Balance at 30 June 2022	137,704,915	11,327	(138,215,929)	(499,687)

CONSOLIDATED STATEMENT OF CASH FLOWS

	30 June 2021 \$	30 June 2020 \$
Cash flows from operating activities		
Net cash used in operations and operating activities	(477,970)	(546,235)
Cash flows from investing activities		
Payments to acquire plant property and equipment	-	(47,595)
Net cash used in investing activities	-	(47,595)
Cash flows from financing activities		
Proceeds from borrowings	619,129	140,205
Repayment of borrowings	(140,205)	-
Interest expense	(28,162)	(3,414)
Repayment of lease liabilities	(49,372)	(46,324)
Net cash generated by investing activities	401,390	90,467
Net decrease in cash and cash equivalents	(76,580)	(503,363)
Cash and cash equivalents at the beginning of the year	84,371	580,973
Net effect of fx translation	(2,763)	6,761
Cash and cash equivalents at the end of the year	5,028	84,371

Non-cash financing and investing activities

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

Not applicable

Reconciliation of cash and cash equivalents (\$5,028)

	30 June 2022	30 June 2021
	\$	\$
Cash at bank and on hand	5,028	84,370
Total cash and cash equivalents	5,028	84,370

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

Loss for the year	(436,879)	(595,754)
Adjustments for:		
Fair value changes of financial asset	-	(355)
Depreciation and amortisation	67,525	65,859
Finance costs	28,162	3,414
Operating loss before change in working capital	(341,192)	(526,836)
Changes in working capital:		
Other receivables	(160,712)	(69,262)
Other assets	-	22,875
Trade and other payables	(19,239)	26,988
Net cash used in operations	(477,970)	(546,235)

DIVIDENDS

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

Total dividend per security (interim plus final)

	30 June 2022 \$	30 June 2021 \$
Ordinary securities	-	-

Dividend reinvestment plans

The dividend or distribution plans shown below are in operation:

Not applicable

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

Not applicable

Any other disclosures in relation to dividends (distributions):

Not applicable

NET TANGIBLE ASSET PER SHARE

Key Information	30 June 2022	30 June 2021
Net tangible asset per share	(0.53) cents per share	(0.5) cents per share

DETAILS OF ENTITIES OVER WHICH CONTROL HAS BEEN GAINED OR LOST

Controlled Entities

Name of entity (or group of entities): Mariner International Limited / Mariner Investment Limited

Loss of control over entities

Name of entity (or group of entities):

Not applicable

Date control lost:

Not applicable

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

Not applicable

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

Not applicable

Details of associates and joint ventures entities:

Not applicable

SIGNIFICANT INFORMATION

New Working Capital Loans

During the financial year, the Company was able to undertake and complete (with shareholder approved being obtained) a new director loan from the Executive Chairman, Mr Liping Cai, for an amount of \$70,000. The director loan is for the group's working capital for the 2021-2022 financial year. The new director loan was announced on 7 June 2022. Mr Liping Cai has agreed to provide the Company with a short term, unsecured loan of A\$70,000 on commercial terms

The loan of AU\$70,000 was already drawn down in June 2022 and will be applied towards working capital purposes of the Company. Material terms of the loan agreement are as follows:

Loan amount: Up to A\$70,000

Loan term: 12 months (till June 2023)

Interest rate: 6% per annum on any amount drawn down

Security: Nil

The agreement does not include any right to convert the loan to MCX shares

The loan has provided the Company and its management sufficient working capital by the end of June 2022.

Starting from the 2022–2023 financial year, the Chairman Mr Liping Cai will provide additional director loan amount of \$200,000 for further working capital purpose, with all terms and condition being the same as the June 2022 loan.

The Company continued to implement further cost cutting initiatives during the period (to streamline its operations and to mitigate against any potential impact on COVID-19 on its operations).

Surviving in Difficult Times

The effects of the COVID 19 pandemic and globally low interest rates continued to put pressure on the global banking sector for a second year in a row. With the difficulties being experienced in certain sectors of the economy, albeit with encouraging trends in overall economic activity and world trade, market conditions were highly fluid in 2021 to 2022. Against this backdrop, MCX has remained steadfastly focused on its long-term success.

Realising MCX's Potential

MCX considers that its future success is closely linked to the well-being and prosperity of Australia and, more broadly, the Asian countries' financial markets. MCX proposes to realise the potential for its customers, its people, and its business by becoming the preferred Investments and financial services partner in Australia.

As an integrated financial, innovation IT and rich mineral resources hub, Australia is home to more than 26 million people and has the world's attention as a major driver of tomorrow's economic growth.

MCX's internal research team considers that, based on the updated information from the Reserve Bank Australia in August 2022, the post pandemic economic is picking up within various economic

and financial sectors. One of these is the equipment and asset rental market providing a path for growth in MCX's existing business.

The Company proposes to provide assets management services under a Corporate Authorised Representative AFSL licensee for future opportunities by expanding the group's business network in Australia. The assets management services proposal will however be subject to the monetary authority approval. The Company will maintain its assets rental, equipment leasing and finance business, primarily sourcing funds from the wholesale investors investing through the assets management services.

The Company will continue focusing on local pre-investment opportunities in Australia.

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

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

Subsequent Events

As announced on 29 July 2022 and as noted above, Executive Chairman, Mr Liping Cai, has agreed to provide the Company with a short term, unsecured loan of A\$200,000 on commercial terms.

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

COMMENTARY ON RESULTS FOR THE PERIOD

The loss for the Company after providing for income tax amounted to a loss of (\$436,879), (2021 loss: \$595,753). The Company continued to reduce its operating and finance costs during the last 12 months whilst it explored new investment opportunities.

The Company was in a net liabilities position at balance date of \$499,687 (2021: net liabilities \$68,167).

ANNUAL REPORT

This report is based on the consolidated financial statements for the year ended 30 June 22 of Mariner Corporation Limited and its Controlled Entity, that are in the process of being audited by Advanced Assurance Pty Ltd.

AUDIT

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

Not applicable

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

Not applicable

SIGNED



Liping Cai
Chairman