

**Tymlez Group Limited**  
**Appendix 4E**  
**Preliminary final report**

**1. Company details**

Name of entity: Tymlez Group Limited  
ABN: 37 622 817 421  
Reporting period: For the year ended 31 December 2021  
Previous period: For the year ended 31 December 2020

**2. Results for announcement to the market**

					A\$
Revenue from ordinary activities	down	-	%	to	-
Loss from ordinary activities after tax attributable to the owners of Tymlez Group Limited	down	(3.46)	%	to	(3,527,509)
Loss for the year attributable to the owners of Tymlez Group Limited	down	(3.46)	%	to	(3,527,509)

*Dividends*

There were no dividends paid, recommended or declared during the current financial period.

*Comments*

The loss for the consolidated entity after providing for income tax amounted to \$3,527,509 (2020: loss of \$3,654,032).

**3. Net tangible assets**

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	0.40	0.19

**4. Control gained over entities**

Not applicable

**5. Loss of control over entities**

Not applicable

**6. Dividends**

*Current period*

There were no dividends paid, recommended or declared during the current financial period.

*Current period*

There were no dividends paid, recommended or declared during the previous financial period.

**7. Dividend reinvestment plans**

Not applicable

**8. Details of associates and joint venture entities**

Not applicable

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**9. Foreign entities**

*Details of origin of accounting standards used in compiling the report:*

Not applicable

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**10. Audit qualification or review**

*Details of audit/review dispute or qualification (if any):*

The accounts are in the process of being audited and on publication of the audited financial statements in March 2022, the accounts may contain an emphasis of matter reflecting uncertainty in respect of going concern.

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**11. Attachments**

*Details of attachments (if any):*

The Preliminary Report of Tymlez Group Limited for the year ended 31 December 2021 is attached.

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**12. Signed**



Belinda Cleminson  
Company Secretary  
On behalf of the Board of Directors  
Tymlez Group Limited  
28 February 2022

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**Tymlez Group Limited**

**ABN 37 622 817 421**

**Preliminary Report - 31 December 2021**

# Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 31 December 2021

	Note	2021 \$	2020 \$
<b>Continuing Operations</b>			
Other income	1	373,779	193,152
Employee benefits expense		(2,010,059)	(1,755,002)
Directors' fees and wages		(723,008)	(764,852)
Occupancy expenses		(136,008)	(82,446)
Office expenses		(98,108)	(96,507)
Professional fees		(461,480)	(626,273)
Selling and distribution expenses		(97,126)	(155,724)
Other expenses		(349,560)	(324,525)
Finance costs		(26,161)	(40,583)
<b>Loss before income tax</b>		<b>(3,527,731)</b>	<b>(3,652,760)</b>
Income tax (expense)/benefit		222	(1,272)
<b>Loss for the year</b>		<b>(3,527,509)</b>	<b>(3,654,032)</b>
<b>Other comprehensive income, net of income tax</b>			
<b>Items that will not be reclassified subsequently to profit or loss</b>			
		-	-
<b>Items that will be reclassified to profit or loss when specific conditions are met</b>			
Exchange differences on translating foreign controlled entities	7	903	(3,780)
<b>Other comprehensive income/(loss) for the year, net of tax</b>		<b>903</b>	<b>(3,780)</b>
<b>Total comprehensive income/(loss) for the year</b>		<b>(3,526,606)</b>	<b>(3,657,812)</b>
<b>Profit/(loss) attributable to:</b>			
Members of the parent entity		(3,527,509)	(3,654,032)
		<b>(3,527,509)</b>	<b>(3,654,032)</b>
<b>Total comprehensive income attributable to:</b>			
Members of the parent entity		(3,526,606)	(3,657,812)
		<b>(3,526,606)</b>	<b>(3,657,812)</b>
<b>Earnings per share:</b>			
Basic, loss for the year attributable to ordinary equity holders of the parent (cents)	2	(0.54)	(1.63)
Diluted, loss for the year attributable to ordinary equity holders of the parent (cents)	2	(0.54)	(1.63)
<b>Earnings per share for continuing operations:</b>			
Basic, loss from continuing operations attributable to ordinary equity holders of the parent (cents)	2	(0.54)	(1.63)
Diluted, loss from continuing operations attributable to ordinary equity holders of the parent (cents)	2	(0.54)	(1.63)

# Tymlez Group Limited

ABN 37 622 817 421

## Consolidated Statement of Financial Position

As At 31 December 2021

	Note	2021 \$	2020 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		4,960,227	1,841,170
Trade and other receivables	3	218,063	96,470
Other assets		219,281	188,336
<b>TOTAL CURRENT ASSETS</b>		<b>5,397,571</b>	<b>2,125,976</b>
<b>TOTAL ASSETS</b>		<b>5,397,571</b>	<b>2,125,976</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	4	746,267	685,508
Borrowings	5	319,397	422,154
Employee benefits		52,473	586
Contract liabilities		138,411	-
<b>TOTAL CURRENT LIABILITIES</b>		<b>1,256,548</b>	<b>1,108,248</b>
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	5	150,620	458,280
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>150,620</b>	<b>458,280</b>
<b>TOTAL LIABILITIES</b>		<b>1,407,168</b>	<b>1,566,528</b>
<b>NET ASSETS</b>		<b>3,990,403</b>	<b>559,448</b>
<b>EQUITY</b>			
Issued capital	6	23,218,766	16,657,725
Reserves	7	(3,677,178)	(3,361,926)
Accumulated losses		(15,551,185)	(12,736,351)
<b>TOTAL EQUITY</b>		<b>3,990,403</b>	<b>559,448</b>

The accompanying notes form part of these preliminary final results.

# Consolidated Statement of Changes in Equity

For the Year Ended 31 December 2021

	Note	Issued Capital \$	Accumulated Losses \$	Foreign Currency Translation Reserve \$	Option Reserve \$	Deferred Consideration Shares Reserve \$	Common Control Reserve \$	Total \$
<b>Balance at 1 January 2021</b>		<b>16,657,725</b>	<b>(12,736,351)</b>	<b>148,919</b>	<b>2,819,160</b>	<b>602,019</b>	<b>(6,932,024)</b>	<b>559,448</b>
Net profit/(loss) for the year		-	(3,527,509)	-	-	-	-	(3,527,509)
Total other comprehensive income for the year		-	-	903	-	-	-	903
<b>Transactions with owners in their capacity as owners</b>								
Contribution of equity, net of transaction costs	6	6,561,041	-	-	-	-	-	6,561,041
Issue of options		-	-	-	396,520	-	-	396,520
Lapsed/forfeited options		-	110,656	-	(110,656)	-	-	-
Write-off deferred consideration shares		-	602,019	-	-	(602,019)	-	-
<b>Balance at 31 December 2021</b>		<b>23,218,766</b>	<b>(15,551,185)</b>	<b>149,822</b>	<b>3,105,024</b>	<b>-</b>	<b>(6,932,024)</b>	<b>3,990,403</b>
<b>Balance at 1 January 2020</b>		<b>14,614,311</b>	<b>(9,082,319)</b>	<b>152,699</b>	<b>885,644</b>	<b>602,019</b>	<b>(6,932,024)</b>	<b>240,330</b>
Net profit/(loss) for the year		-	(3,654,032)	-	-	-	-	(3,654,032)
Total other comprehensive income for the year		-	-	(3,780)	-	-	-	(3,780)
<b>Transactions with owners in their capacity as owners</b>								
Contribution of equity, net of transaction costs	6	2,043,414	-	-	-	-	-	2,043,414
Issue of options		-	-	-	1,933,516	-	-	1,933,516
<b>Balance at 31 December 2020</b>		<b>16,657,725</b>	<b>(12,736,351)</b>	<b>148,919</b>	<b>2,819,160</b>	<b>602,019</b>	<b>(6,932,024)</b>	<b>559,448</b>

The accompanying notes form part of these preliminary final results.

## **Consolidated Statement of Cash Flows**

### **For the Year Ended 31 December 2021**

	<b>2021</b>	<b>2020</b>
<b>Note</b>	<b>\$</b>	<b>\$</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	<b>284,743</b>	221,951
Payments to suppliers and employees	<b>(3,394,776)</b>	(3,025,016)
Interest received	<b>349</b>	368
VAT and GST received/(paid)	<b>61,344</b>	61,420
Finance costs	<b>(2,665)</b>	(20,698)
Income taxes received/(paid)	<b>222</b>	(1,272)
<b>Net cash provided by/(used in) operating activities</b>	<b>8 (3,050,783)</b>	(2,763,247)
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from issue of shares	<b>6,920,738</b>	2,908,061
Proceeds from the issue of convertible notes	<b>-</b>	812,618
Net proceeds from/(repayment of) borrowings	<b>(294,920)</b>	453,123
Payment of lease liabilities	<b>(55,763)</b>	(70,905)
Payment of share issue costs	<b>(423,790)</b>	(195,942)
<b>Net cash provided by/(used in) financing activities</b>	<b>6,146,265</b>	3,906,955
Effects of exchange rate changes on cash and cash equivalents	<b>23,575</b>	(16,968)
Net increase/(decrease) in cash and cash equivalents held	<b>3,119,057</b>	1,126,740
Cash and cash equivalents at beginning of year	<b>1,841,170</b>	714,430
<b>Cash and cash equivalents at end of financial year</b>	<b>4,960,227</b>	1,841,170

# Notes to the Consolidated Financial Statements

## For the Year Ended 31 December 2021

### 1 Other Income

	2021	2020
	\$	\$
- Income from government funding	279,153	192,784
- Net gain on early termination of lease	86,877	-
- Interest income	349	368
- Other income	7,400	-
<b>Total other income</b>	<b>373,779</b>	<b>193,152</b>

### 2 Earnings per Share

#### (a) Reconciliation of earnings to profit or loss from continuing operations

Loss from continuing operations	(3,527,509)	(3,654,032)
Earnings used to calculate basic EPS from continuing operations	(3,527,509)	(3,654,032)

#### Earnings used in the calculation of dilutive EPS from continuing operations

	(3,527,509)	(3,654,032)
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#### (b) Earnings used to calculate overall earnings per share

Earnings used to calculate overall earnings per share	(3,527,509)	(3,654,032)
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#### (c) Weighted average number of ordinary shares outstanding during the year used in calculating basic EPS

	2021	2020
	No.	No.
Weighted average number of ordinary shares outstanding during the year used in calculating basic EPS	653,058,418	224,638,943
Weighted average number of dilutive options outstanding	-	-
<b>Weighted average number of ordinary shares outstanding during the year used in calculating dilutive EPS</b>	<b>653,058,418</b>	<b>224,638,943</b>

#### (d) Earnings per share

	2021	2020
	Cents	Cents
<b>Earnings per share:</b>		
Basic, loss for the year attributable to ordinary equity holders of the parent	(0.54)	(1.63)
Diluted, loss for the year attributable to ordinary equity holders of the parent	(0.54)	(1.63)
<b>Earnings per share for continuing operations:</b>		
Basic, loss from continuing operations attributable to ordinary equity holders of the parent	(0.54)	(1.63)
Diluted, loss from continuing operations attributable to ordinary equity holders of the parent	(0.54)	(1.63)



## Notes to the Consolidated Financial Statements

### For the Year Ended 31 December 2021

#### 3 Trade and Other Receivables

	Note	2021 \$	2020 \$
CURRENT			
Deposits		25,750	27,124
Taxes and social security		36,323	55,635
Grant receivable		72,917	-
Other receivables		83,073	13,711
<b>Total current trade and other receivables</b>		<b>218,063</b>	<b>96,470</b>

#### 4 Trade and Other Payables

CURRENT			
<i>Unsecured liabilities:</i>			
Trade payables		261,612	97,575
Taxes and social security		7,404	33,546
Sundry payables and accrued expenses		271,007	466,640
Share subscription account		-	59,500
Other payables		206,244	28,247
<b>Total current trade and other payables</b>		<b>746,267</b>	<b>685,508</b>

#### 5 Borrowings

CURRENT			
<i>Unsecured liabilities:</i>			
Loan from Netherlands government	5(a)	301,241	227,435
Insurance premium funding	5(b)	18,156	130,120
Lease liability		-	64,599
<b>Total current borrowings</b>		<b>319,397</b>	<b>422,154</b>
NON-CURRENT			
<i>Unsecured liabilities:</i>			
Loan from Netherlands government	5(a)	150,620	379,057
Lease liability		-	79,223
<b>Total non-current borrowings</b>		<b>150,620</b>	<b>458,280</b>

##### (a) Loan from Netherlands government

The terms and conditions of the loan from the Netherlands government is as follows:

- The Netherlands government has provided 75% (€375,000) of the bridging credit in the form of a loan to Tymlez Holding B.V. on the basis that Tymlez Group Limited is willing to provide the remaining 25%;
- The loan will only be used to finance the capital expenditures and working capital needs of the Group;
- Interest is calculated at 3% per annum on the outstanding part of the principal, accruing on a daily basis;

## Notes to the Consolidated Financial Statements

### For the Year Ended 31 December 2021

#### 5 Borrowings (continued)

##### (a) Loan from Netherlands government (continued)

- Repayment of the principal and interest commences on 1 July 2021 and thereafter, on the last day of each calendar quarter;
- Extensions for repayment may be granted at the request of the Group to a period equal to no more than 16 quarterly instalments.

##### (b) Insurance premium funding

Insurance premium funding has a fixed interest rate of 7.33% per annum (2020: 5.29% per annum).

#### 6 Issued Capital

	2021	2020
	\$	\$
986,851,523 (2020: 292,036,871) fully paid ordinary shares	26,037,049	19,058,280
Share issue costs	(2,818,283)	(2,400,555)
<b>Total issued capital</b>	<b>23,218,766</b>	<b>16,657,725</b>

##### (a) Ordinary shares

	2021	2020
	No.	No.
At the beginning of the reporting year	292,036,871	145,873,153
Shares issued during the year:		
- Shares issued on private placement	108,540,910	25,495,489
- Conversion of convertible note	-	102,125,126
- Shares issued to Lead Manager	200,000	7,220,098
- Shares issued on rights issue	584,073,742	1,910,505
- Shares issued to consultant	-	1,000,000
- Shares issued to directors in lieu of remuneration	2,000,000	8,412,500
<b>At the end of the reporting period</b>	<b>986,851,523</b>	<b>292,036,871</b>

The holders of ordinary shares are entitled to participate in dividends and the proceeds on winding up of the Company. On a show of hands at meetings of the Company, each holder of ordinary shares has one vote in person or by proxy, and upon a poll each share is entitled to one vote.

The Company does not have authorised capital or par value in respect of its shares.

# Notes to the Consolidated Financial Statements

## For the Year Ended 31 December 2021

### 7 Reserves

#### (a) Foreign currency translation reserve

Exchange differences arising on translation of the foreign controlled entity are recognised in other comprehensive income - foreign currency translation reserve. The cumulative amount is reclassified to profit or loss when the net investment is disposed of.

#### (b) Option reserve

This reserve records the cumulative value of employee service received for the issue of share options. When the option is exercised the amount in the share option reserve is transferred to share capital.

#### (c) Deferred consideration shares reserve

The deferred consideration shares reserve records the equity contingent consideration that forms part of the purchase consideration of a business combination or common control transaction. This amount is not remeasured and the settlement is accounted for within equity. During the year ended 31 December 2021, the deferred consideration shares reserve has been transferred to accumulated losses as the period for the achievement of the respective milestones had expired and none of the performance milestones had been met to warrant the issue of the deferred consideration shares.

#### (d) Common control reserve

The common control reserve records any difference between the cost of the transaction and the carrying value of the net assets acquired in a transaction between entities under common control.

### 8 Cash Flow Information

#### Reconciliation of result for the year to cashflows from operating activities

	2021	2020
	\$	\$
Net profit/(loss) for the year	(3,527,509)	(3,654,032)
Non-cash flows in profit/(loss):		
- expenses paid via issue of shares/options	44,175	302,058
- share based payment to directors and employees	321,510	382,842
- interest expense included financing activities	23,496	15,502
- GST claim on capital raising costs	27,962	17,676
- insurance expense paid via insurance premium funding	20,040	161,162
- (gain)/loss on early termination of lease	(86,193)	-
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(121,593)	19,147
- (increase)/decrease in other assets	(30,945)	40,761
- increase/(decrease) in other liabilities	138,411	-
- increase/(decrease) in trade and other payables	87,976	(48,949)
- increase/(decrease) in employee benefits	51,887	586
<b>Net cash provided by/(used in) operating activities</b>	<b>(3,050,783)</b>	<b>(2,763,247)</b>