

APPENDIX 4D

Half year report

1. Company details

Name of entity:	333D Limited (ASX: T3D)
ABN:	24 118 159 881
Reporting period:	Half-year ended 31 December 2020
Previous period:	Half-year ended 31 December 2019

2. Results for announcement to the market

Revenues from ordinary activities	Down	42%	to	\$ 82,146
Profit from ordinary activities after tax attributable to the members of 333D Limited	Up	387%	to	138,934
Profit for the half-year attributable to the members of 333D Limited	Up	387%	to	138,934

	Amount Cents per share	Franked Cents per share
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Dividends

Final dividend for the year ended 30 June 2020	-	-
Interim dividend for the year ended 30 June 2020	-	-

No dividend has been declared by the directors.

Comments

The net profit attributable to members amounted to \$138,934 (31 December 2019: net loss \$48,346) for the half-year.

3. Net tangible asset (NTA) backing per share

	2020 Cents per share	2019 Cents per share
Net tangible assets per ordinary security	(0.21)	(0.16)

4. Entities over which control gained during the period

None

5. Entities over which control lost during the period

None

6. Details of associates and joint venture entities

	Percentage holding		Contribution to loss	
	2020	2019	2020	2019
	%	%	\$	\$
3D Graphtec Industries Pty Ltd	50%	50%	-	-
Profit (loss) from ordinary activities before income tax	-	-	-	-
Income tax on operating activities	-	-	-	-

3D Graphtec Industries Pty Ltd is a joint venture established between Kibaran Resources Ltd and 3D Industries Pty Ltd to research and develop graphite and graphene applications for 3D printing. 3D Graphtec Industries Pty Ltd did not undertake any activity during the period.

7. Audit qualification or review

The financial statements have been subject to a review by the auditors and the review report is included as part of the interim financial report.

The review conclusion contains a "material uncertainty" paragraph in relation to going concern.

8. Attachments

The interim financial report for the half-year ended 31 December 2020 is attached.



John Conidi
Executive Chairman

Melbourne
24 February 2021

333D Limited and controlled entities

ABN 24 118 159 881

Interim Financial Report

for the half-year ended 31 December 2020

333D Limited and controlled entities

Directors' report

Half-year ended 31 December 2020

The directors present their report, together with the financial statements, on the consolidated entity consisting of 333D Limited (referred to hereafter as the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 31 December 2020.

Directors

The following persons were directors of 333D Limited during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

John Conidi

Dr. Nigel Finch

Dr. Richard Petty

Principal activities

During the financial half-year the principal activity of the consolidated entity was the commercialisation of its 3D printing capabilities.

Review of operations

The net profit attributable to members amounted to \$138,934 (31 December 2019: net loss \$48,346) for the half-year.

During the period the Company's main priority was to manage and reduce the cash costs of running the business. Consequently, the Company was able to institute the following measures that reduced cash outflow, including share-based payments for directors in lieu of director's fees and share-based payments to lenders in lieu of interest payments. Additionally, a loan was renegotiated with a 6-month interest-free period. The Company's AFL Mini League product sales provided the majority of revenue but were reduced in comparison to the prior year as a result of COVID-19 and other factors related to the demand for this merchandising. Longer-term, the Company is exploring opportunities to increase its merchandising sales activities, however, no investments have been made by the Company to date. The Directors regularly review the operations of the Company with a view to minimising risk and regularly assess alternate and complementary business opportunities aimed at enhancing shareholder value.

Significant changes in state of affairs

There were no significant changes in the state of affairs of the consolidated entity during the financial half-year.

Events after balance sheet date

On 13 January 2021, the Annual General Meeting of Shareholders was held which approved the issue of 176,159,510 ordinary shares to directors and associates in lieu of accrued fees and 135,000,000 ordinary shares to LAX Consulting Pte Ltd in lieu of an interest repayment of \$135,000 due on a loan.

The impact of the Coronavirus (COVID-19) pandemic is ongoing and it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is constantly changing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

333D Limited and controlled entities

Directors' report

Half-year ended 31 December 2020

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the *Corporations Act 2001*.

On behalf of the directors:

A handwritten signature in black ink, appearing to read 'J. Conidi', written in a cursive style.

John Conidi

Director

24 February 2021

Melbourne

RSM Australia Partners

Level 21, 55 Collins Street Melbourne VIC 3000
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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of 333D Limited and its controlled entities for the half year ended 31 December 2020, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

A handwritten signature in blue ink, appearing to be "RSM".

RSM AUSTRALIA PARTNERS

A handwritten signature in blue ink, appearing to be "R B Miano".

R B MIANO
Partner

Dated: 24 February 2021
Melbourne, Victoria

333D Limited and controlled entities

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Half-year ended 31 December 2020

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General information

The financial statements cover 333D Limited as a consolidated entity consisting of 333D Limited and the entities it controlled at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is 333D Limited's functional and presentation currency.

333D Limited is an ASX listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business are:

Registered office	Principal place of business
Level 7 411 Collins Street MELBOURNE VIC 3000	34 Jimmy Place LAVERTON NORTH VIC 3026

A description of the nature of 333D's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 24 February 2021.

333D Limited and controlled entities
Statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2020

		Consolidated	
	Note	31 Dec 2020	31 Dec 2019
		\$	\$
Income			
Revenue		82,146	142,621
Other income	5	324,059	422,939
		<u>406,205</u>	<u>565,560</u>
Expenses			
Raw materials and consumables used		(9,506)	(68,324)
Royalties		(5,712)	(56,711)
Employee benefits expense		(51,372)	(49,958)
Occupancy expense		(13,125)	(20,563)
Administrative expense		(137,041)	(111,706)
Other expenses		(3,490)	(14,851)
Share based payment expense		-	(184,770)
Finance costs		(47,023)	(107,023)
		<u>(267,271)</u>	<u>(613,906)</u>
Profit (loss) before income tax expense		138,934	(48,346)
Income tax expense		-	-
Profit (loss) after income tax expense for the period		138,934	(48,346)
Other comprehensive income/(loss)		-	-
Total comprehensive income/(loss) for the period		138,934	(48,346)
Profit (loss) for the year is attributable to:			
Owners of 333D Limited		138,934	(48,346)
Total comprehensive income/(loss) for the period is attributable to:			
Owners of 333D Limited		138,934	(48,346)
		Cents	Cents
Basic earnings per share	8	<u>0.013</u>	<u>(0.005)</u>
Diluted earnings per share	8	<u>0.013</u>	<u>(0.005)</u>

The above financial statement should be read in conjunction with the accompanying notes.

333D Limited and controlled entities

Statement of financial position

As at 31 December 2020

	Consolidated	
	31 Dec 2020	30 Jun 2020
Note	\$	\$
Assets		
Current assets		
Cash and cash equivalents	226,780	9,164
Trade and other receivables	22,055	23,332
Other assets	1,065	-
	<u>249,900</u>	<u>32,496</u>
Non-current assets		
Receivables	2,240	2,240
	<u>2,240</u>	<u>2,240</u>
Total assets	<u>252,140</u>	<u>34,736</u>
Liabilities		
Current liabilities		
Trade and other payables	1,155,696	1,080,918
Short-term borrowings	6 1,305,000	600,000
Short-term employee benefits	9,633	6,556
	<u>2,470,329</u>	<u>1,687,474</u>
Non-current liabilities		
Long-term borrowings	6 -	705,000
Long-term employee benefits	3,231	2,615
	<u>3,231</u>	<u>707,615</u>
Total liabilities	<u>2,473,560</u>	<u>2,395,089</u>
Net assets/(liabilities)	<u>(2,221,419)</u>	<u>(2,360,353)</u>
Equity		
Issued capital	7 5,305,923	5,305,923
Reserves	-	1,159,359
Retained profits (losses)	(7,527,342)	(8,825,635)
Total equity	<u>(2,221,419)</u>	<u>(2,360,353)</u>

The above financial statement should be read in conjunction with the accompanying notes.

333D Limited and controlled entities
Statement of changes in equity
For the half-year ended 31 December 2020

	Consolidated			Total equity
	Issued capital	Retained profits	Reserves	
Balance as at 1 July 2019	5,121,153	(8,227,544)	1,159,359	(1,947,032)
Profit (loss) after income tax expense for the half-year	-	(48,346)	-	(48,346)
Total comprehensive income for the half-year	5,121,153	(8,275,890)	1,159,359	(1,995,378)
Issue of shares	184,770	-	-	184,770
Balance at 31 December 2019	<u>5,305,923</u>	<u>(8,275,890)</u>	<u>1,159,359</u>	<u>(1,810,608)</u>
Balance as at 1 July 2020	5,305,923	(8,825,635)	1,159,359	(2,360,353)
Profit (loss) after income tax expense for the half-year	-	138,934	-	138,934
Total comprehensive income for the half-year	5,305,923	(8,686,700)	1,159,359	(2,221,419)
Adjustment for share options lapsed	-	1,159,359	(1,159,359)	-
Balance at 31 December 2020	<u>5,305,923</u>	<u>(7,527,342)</u>	<u>-</u>	<u>(2,221,419)</u>

333D Limited and controlled entities
Statement of cash flows
For the half-year ended 31 December 2020

	Consolidated	
	31 Dec 2020	31 Dec 2019
	\$	\$
	<hr/>	<hr/>
Cash flows from operating activities		
Receipts from customers	93,114	147,475
Payments to suppliers and employees	(173,754)	(453,951)
Other income - R&D tax offsets and grants	304,256	422,939
Interest and other finance costs paid	(6,000)	(13,250)
	<hr/>	<hr/>
	217,616	103,213
	<hr/>	<hr/>
Net increase/(decrease) in cash and cash equivalents	217,616	103,213
Cash and cash equivalents at the beginning of the financial period	9,164	31,257
	<hr/>	<hr/>
Cash and cash equivalents at the end of the financial period	226,780	134,470
	<hr/> <hr/>	<hr/> <hr/>

333D Limited and controlled entities

Notes to the financial statements

Half-year ended 31 December 2020

Note 1. Significant accounting policies

These general purpose financial statements for the interim half-year reporting period ended 31 December 2020 have been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2020 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

New, revised or amending Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

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

Note 2. Operating segments

The company is in the process of commercialising its 3D printing operations and as such, there are not presently any operating segments with discrete financial information. The company also operates in one geographic location, being Australia. The Board of Directors review internal management reports that are consistent with the information provided in the statement of profit or loss and other comprehensive income, statement of financial position and statement of cash flows presented in this interim financial report.

Note 3. Going concern basis of accounting

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

As disclosed in the financial statements, the consolidated entity has net current liabilities of \$2,220,429 and net liabilities of \$2,221,419.

These factors indicate a material uncertainty that may cast significant doubt about the consolidated entity's ability to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial statements.

Despite this uncertainty, the Directors believe there are reasonable grounds to believe the consolidated entity will continue as going concern subject to successful implementation of the following strategies:

333D Limited and controlled entities

Notes to the financial statements

Half-year ended 31 December 2020

Note 3. Going concern basis of accounting (continued)

- the consolidated entity has a debt facility from LAX Consulting Pte Ltd of \$600,000 as at 31 December 2020 which is due for repayment on 30 June 2021. At the annual general meeting held on 13 January 2021, the shareholders approved to settle the amount of interest owed on the facility as at 31 December 2020 of \$135,000 by issuing 135,000,000 ordinary shares. Discussions are taking place between the Directors and LAX Consulting regarding a potential re-negotiation of the repayment date of this loan;
- the Director have provided confirmation that repayment of the loan of \$705,000 payable to the director and related entities disclosed in note 6 to the financial report, will not be sought until the consolidated entity is in a position to fund these amounts; and
- the consolidated entity has prepared budgets and cash flow forecasts for the next 12 months from the date of this report which indicate the consolidated entity will be cash flow positive during this period and the directors are confident that these forecasts can be achieved.

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

The financial report does not include any adjustments relating to the amounts or classification of recorded assets or liabilities that might be necessary if the consolidated entity does not continue as a going concern.

Note 4. Revenue

Revenue during the period related to the sale of good and services of mini league products recognised at the point of delivery.

	Consolidated	
	31 Dec 2020	31 Dec 2019
	\$	\$
Note 5. Other income		
R&D tax offset	272,956	422,939
JobKeeper and cash boost government funding	43,300	-
Net foreign exchange gains	7,803	-
	324,059	422,939

Other income is recognised when it is received or when the right to receive payment is established.

333D Limited and controlled entities
Notes to the financial statements
for the half-year ended 31 December 2020

	Consolidated	
	31 Dec 2020	30 Jun 2020
	\$	\$
Note 6. Borrowings		
<i>Current</i>		
Lease liabilities		
Advances from related parties (note a)	405,000	-
Convertible Notes (note b)	300,000	-
Debt facility (note c)	600,000	600,000
	1,305,000	600,000
<i>Non current</i>		
Advances from third parties (note a)	-	405,000
Convertible Notes (note b)	-	300,000
	-	705,000

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

Note a

Advances from related parties

This amount includes a loan for \$305,000 from a director, John Conidi. This loan is unsecured and interest is paid monthly at a rate of 15%. The loan must be repaid on 1 July 2021.

A further \$100,000 in loan was provided by a related party in July 2018. This loan is secured and interest is paid monthly at a rate of 12%. The loan must be repaid on 1 July 2021.

Note b

Convertible notes

On 16 February 2018, the Company announced that it had entered into a loan agreement with entities associated with Mr Conidi to loan funds to the Company. The loan was repayable within 6 months and accrues interest at a rate of 12%. During the 2018 financial year, a total of \$300,000 was loaned to the Company under this agreement.

On 1 June 2018, this loan was transferred into convertible notes at a fair value of \$1 per \$1 note.

During the 2020 financial year, the repayment of convertible notes have been extended to 1 July 2021. The note is to be repaid in cash, with the lender having the discretion to convert the notes to equity at any time. The headline coupon rate is 12%. Interest is paid at six monthly intervals. The Company also has an option to repay after 12 months using equity, subject to certain conditions linked to the Company's share price performance. The fair value of the convertible notes was assessed using the fair value measurement method, as shown in Note 9 - Fair value measurement. The Company assessed that the fair value of the notes was approximately the face value.

Note c

Debt facility

On 31 March 2017, the consolidated entity secured access to a debt facility of \$1,000,000. Interest was paid monthly in arrears at a rate of 15% per annum based on the balance drawn. During the 2019 financial year, a \$400,000 payment was made reducing the debt to \$600,000. On 12 June 2020, the consolidated entity entered into an arrangement with a lender for a reduction and extension to the debt facility. The facility is secured by a floating charge over the assets of the consolidated entity. This facility has been extended to 30 June 2021 at an interest rate of 10% and included an interest free period of 6 months commencing 1 July 2020.

Note 7. Share capital	Number of shares	\$
Balance at 30 June 2020	1,065,996,064	5,305,922
Balance at 31 December 2020	<u>1,065,996,064</u>	<u>5,305,922</u>

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

Note 8. Earnings per share	31 Dec 2020 Number	31 Dec 2019 Number
Weighted average number of ordinary shares used in calculating earnings per share	<u>1,065,996,064</u>	<u>895,361,575</u>

Basic earnings per share is calculated by dividing the profit attributable to the owners of 333D Limited, by the weighted average number of ordinary shares outstanding during the financial period.

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

Note 9. Fair value measurement

Fair value hierarchy

The following tables detail the Group's assets and liabilities, measured or disclosed at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability.

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Consolidated -2020				
<i>Liabilities</i>				
Convertible notes payable	-	-	300,000	300,000
Total liabilities	-	-	300,000	300,000

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Consolidated -2019				
<i>Liabilities</i>				
Convertible notes payable	-	-	300,000	300,000
Total liabilities	-	-	300,000	300,000

There were no transfers between levels during the financial year.

The carrying amounts of trade and other receivables and trade and other payables are assumed to approximate their fair value to their short term nature.

Note 10. Contingencies

There were no contingent assets as at 31 December 2020 (2019: Nil).

There were no contingent liabilities at 31 December 2020 (2019: Nil).

Note 11. Events after the reporting date

On 13 January 2021, the Annual General Meeting of Shareholders was held which approved the issue of 176,159,510 ordinary shares to directors and associates in lieu of accrued fees and 135,000,000 ordinary shares to LAX Consulting Pte Ltd in lieu of an interest repayment of \$135,000 due on a loan.

The impact of the Coronavirus (COVID-19) pandemic is ongoing and it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is constantly changing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

333D Limited and controlled entities

Directors' declaration

Half-year ended 31 December 2020

In the directors' opinion:

- a) the attached financial statements and notes comply with the *Corporations Act 2001* , Australian Accounting Standard AASB 134 *Interim Financial Reporting* , the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- b) the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 31 December 2020 and of its performance for the financial half-year ended on that date; and
- c) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the *Corporations Act 2001* .

On behalf of the directors.



John Conidi

Director

24 February 2021

Melbourne

INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
333D LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of 333D Limited which comprises the consolidated statement of financial position as at 31 December 2020, the consolidated statement of profit and loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation of the half-year 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 half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2020 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of 333D Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of 333D Limited, would be in the same terms if given to the directors as at the time of this auditor's report.

Material Uncertainty Related to Going Concern

We draw attention to Note 3 in the financial report, which indicates that as at 31 December 2020, the consolidated entity's current liabilities exceeded its current assets by \$2,220,429. As stated in Note 3, these events or conditions, along with other matters as set forth in Note 3, indicate that a material uncertainty exists that may cast significant doubt on the consolidated entity's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of 333D Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2020 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

A handwritten signature in blue ink, appearing to be "RSM".

RSM AUSTRALIA PARTNERS

A handwritten signature in blue ink, appearing to be "R B Miano".

R B MIANO
Partner

Dated: 25 February 2021
Melbourne, Victoria