



BLINKLAB LIMITED
(formerly BlinkLab Pty Ltd)
ABN 53 652 901 703

**Interim Financial Report for the
Half-Year Ended 31 December 2023**

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Corporate Directory

Board of Directors

Mr Anton Uvarov	Executive Director (appointed 17 August 2021)
Mr Brian Leedman	Non-Executive Chairman (appointed 15 December 2023)
Mr Richard Hopkins	Non-Executive Director (appointed 24 February 2022)
Ms Jane Morgan	Non-Executive Director (appointed 15 December 2023)
Mr Hendrikus Johannes Boele	Director (resigned 7 February 2024)
Mr Cornelis Pieter Boele	Director (resigned 15 December 2023)

Secretary

Ms Kamille Dietrich (appointed 11 November 2023)

Registered Office

Level 5, 126-130 Phillip Street
Sydney NSW 2000

Auditors

Nexia Perth Audit Services Pty Ltd
Level 3, 88 William Street
Perth WA 6000

Solicitors

Steinepreis Paganin
Level 4, Next Building
16 Milligan Street
Perth WA 6000

Bankers

Westpac Banking Corporation
109 St Georges Terrace
Perth WA 6000

Share Registry

Automic Share Registry
Level 5, 191 St Georges Terrace
Perth WA 6000

Telephone: 1300 288 664

Directors' Report

The Directors of BlinkLab Limited ("BlinkLab" or "the Company") (formerly BlinkLab Pty Ltd) present their report, together with the financial statements of the Company for the half-year ended 31 December 2023.

Directors

The following persons were Directors of the Company during and since the end of the half-year and up to the date of this report, unless otherwise stated:

Director	Position
Mr Anton Uvarov	Executive Director (appointed 17 August 2021)
Mr Brian Leedman	Non-Executive Chairman (appointed 15 December 2023)
Mr Richard Hopkins	Non-Executive Director (appointed 24 February 2022)
Ms Jane Morgan	Non-Executive Director (appointed 15 December 2023)
Mr Hendrikus Johannes Boele	Director (resigned 7 February 2024)
Mr Cornelis Pieter Boele	Director (resigned 15 December 2023)

Principal activities

The principal activities of the Company during the half-year were the research and development of mental health care through mobile solutions.

Review of operations and financial results

The Company has recorded an operating loss of \$143,318 for the half-year ended 31 December 2023.

In August 2023, the Company submitted an in-principle application to the Australian Securities Exchange ("ASX") which was subsequently approved in September 2023.

On 23 October 2023, the Company completed a Share Split on a 1:1.5 basis resulting in the number of shares on issue to increase from 34,950,000 to 52,425,000 ordinary shares and the number of options to increase from 22,500,000 to 33,750,000 options. Where a fractional entitlement occurs, the Company will round that fraction up to the nearest whole security.

On 30 November 2023, the Company converted from a private company (Pty Ltd) to a public company (Limited).

On 11 November 2023, the Company appointed Ms Kamille Dietrich as Company Secretary and Mr Vithana Kuruppu Arachchilage Sujani Goonatileka resigned.

On 15 December 2023, Mr Brian Leedman was appointed as Non-Executive Chairman and Ms Jane Morgan was appointed as Non-Executive Director of the Company. On the same day, Mr Cornelis Pieter Boele resigned as Director.

On 19 December 2023, the Company completed a private placement raising \$1,407,000 through the issue of 11,725,000 fully paid ordinary shares at \$0.12 per share.

Financial position

The financial results of the Company for the half-year ended 31 December 2023 are:

	31-Dec-23	30-Jun-23
Cash and cash equivalents (\$)	1,030,248	50,056
Net assets (\$)	1,243,452	40,723

Directors' Report

	31-Dec-23	31-Dec-22
Revenue (\$)	-	-
Loss per share (cents)	(0.27)	(0.96)
Net loss after tax (\$)	(143,318)	(336,592)

Going Concern

This report has been prepared on the going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business.

As disclosed in the interim financial statements, the Company incurred a loss of \$143,318, net cash outflows from operating activities of \$344,519 and had net cash inflows from financing activities of \$1,340,362 for the half-year ended 31 December 2023. As at that date, the Company has net assets of \$1,243,452. The Company has determined that further capital will be required if the Company is to continue as a going concern based on the planned level of operations.

The financial statements have been prepared on the basis that the Company is a going concern, which contemplates the continuity of normal business activity, realisation of assets and settlement of liabilities in the normal course of business for the following reasons:

On 14 February 2024, the Company lodged the Prospectus with Australian Securities and Investment Commission (**ASIC**). A Replacement Prospectus was lodged with ASIC on or about 21 February 2024. The Replacement Prospectus contains details of an offer by the Company of 35,000,000 Shares, at an issue price of \$0.20 per Share, to raise \$7,000,000 (before costs) (**Public Offer**).

Should the Company not be successful in the IPO or secure alternative funding, a material uncertainty may exist over the Company's ability to continue as a going concern, in which case it may be required to realise its assets and discharge its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or liabilities that might be necessary should the Company not continue as a going concern.

Significant changes in the state of affairs

During the half-year, there were no significant changes in the state of affairs of the Company other than that referred to in the financial statements or notes thereto.

Matters subsequent to the reporting period

On 7 February 2024, Mr Hendrikus Johannes Boele resigned as Director. Mr Boele will continue in the position of CEO of the Company.

On 14 February 2024, the Company lodged the Prospectus with Australian Securities and Investment Commission (**ASIC**). A Replacement Prospectus was lodged with ASIC on or about 21 February 2024. The Replacement Prospectus contains details of an offer by the Company of 35,000,000 Shares, at an issue price of \$0.20 per Share, to raise \$7,000,000 (before costs) (**Public Offer**).

There are no other matters or circumstances that have arisen since 31 December 2023 that has significantly affected, or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in future financial years.

Directors' Report

Rounding of amounts

The company is of a kind referred to in Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest thousand dollars, or in certain cases, the nearest dollar.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under s307C of the Corporations Act 2001 is included within this financial report and forms part of 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.



Anton Uvarov
Executive Director

Perth, Western Australia
15 March 2024

To the Board of Directors of Blinklab Limited

Auditor's Independence Declaration under section 307C of the Corporations Act 2001

As lead auditor for the review of the financial statements of BlinkLab Limited for the half-year ended 31 December 2023, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Yours sincerely



Nexia Perth Audit Services Pty Ltd



Justin Mulhair
Director

Perth
15 March 2024

Advisory. Tax. Audit.

ACN 145 447 105

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Condensed Statement of Profit or Loss and Other Comprehensive Income

For the period ended 31 December 2023

	Note	31-Dec-23 \$	31-Dec-22 \$
Income			
Other income		2,422	-
Expenses			
General and administration expenses		(133,126)	(111,821)
Compliance and regulatory expenses		(5,447)	(6,889)
Amortisation and depreciation		(30,149)	(27,381)
Employee benefit expenses	2	107,727	(179,098)
Legal fees		(51,044)	(2,614)
Marketing and advertising		(19,799)	(1,930)
Finance costs		(419)	(765)
Other expenses		(13,483)	(6,094)
Loss before income tax		(143,318)	(336,592)
Income tax expense		-	-
Loss after income tax		(143,318)	(336,592)
Other comprehensive income for the period, net of tax		-	-
Total comprehensive loss		(143,318)	(336,592)
Loss per share for the period			
Basic and diluted loss per share (cents)		(0.27)	(0.96)

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

Condensed Statement of Financial Position

As at 31 December 2023

	Note	31-Dec-23 \$	30-Jun-23 \$
ASSETS			
Current assets			
Cash and cash equivalents		1,030,248	50,056
Trade and other receivables		13,912	4,267
Total current assets		1,044,160	54,323
Non-current assets			
Intangible assets	3	256,893	260,175
Right of use asset	4	8,744	16,632
Property, plant and equipment	5	23,112	39,003
Total non-current assets		288,749	315,810
Total assets		1,332,909	370,133
LIABILITIES			
Current liabilities			
Trade and other payables	6	79,910	314,178
Lease liabilities	7	9,547	9,987
Total current liabilities		89,457	324,165
Non-current liabilities			
Lease liability	7	-	5,245
Total non-current liabilities		-	5,245
Total liabilities		89,457	329,410
Net assets		1,243,452	40,723
EQUITY			
Issued capital	8	2,548,297	1,202,250
Accumulated losses		(1,304,845)	(1,161,527)
Total equity		1,243,452	40,723

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

Condensed Statement of Changes in Equity

For the period ended 31 December 2023

	Issued Capital	Accumulated Losses	Total
	\$	\$	\$
Balance at 1 July 2022	1,202,250	(485,148)	717,102
Loss for the year	-	(336,592)	(336,592)
Total comprehensive loss for the period after tax	-	(336,592)	(336,592)
Transactions with owners in their capacity as owners:			
Issue of share capital	-	-	-
Balance at 31 December 2022	1,202,250	(821,740)	380,510
	Issued Capital	Accumulated Losses	Total
	\$	\$	\$
Balance at 1 July 2023	1,202,250	(1,161,527)	40,723
Loss for the year	-	(143,318)	(143,318)
Total comprehensive loss for the period after tax	-	(143,318)	(143,318)
Transactions with owners in their capacity as owners:			
Issue of share capital	1,407,000	-	1,407,000
Share issue costs	(60,953)		(60,953)
Balance at 31 December 2023	2,548,297	(1,304,845)	1,243,452

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

Condensed Statement of Cash Flows

For the period ended 31 December 2023

	31-Dec-23	31-Dec-22
	\$	\$
Cash flows from operating activities		
Payment to suppliers and employees	(346,522)	(254,884)
Interest received	2,422	-
Finance costs, net	(419)	(765)
Net cash outflow from operating activities	(344,519)	(255,649)
Cash flows from investing activities		
Payments for intangible assets	(11,415)	(42,794)
Payments for property, plant and equipment	-	(15,895)
Net cash outflow from investing activities	(11,415)	(58,689)
Cash flows from financing activities		
Proceeds from issue of shares	1,407,000	-
Share issue costs	(60,953)	-
Principal payments of lease liabilities	(5,685)	(9,519)
Net cash inflow/(outflow) from financing activities	1,340,362	(9,519)
Net increase/(decrease) in cash and cash equivalents	984,428	(323,857)
Cash and cash equivalents at the beginning of the period	50,056	616,912
Exchange rate variations on foreign cash and cash equivalents balances	(4,236)	2,453
Cash and cash equivalents at the end of the period	1,030,248	295,508

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

Condensed Notes to the Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

These general purpose interim financial statements for the half-year ended 31 December 2023 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 interim 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 2023.

The financial statements are presented in Australian dollars, which is the Company's presentational currency. The Company's functional currency is United States dollars.

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

Going Concern

This report has been prepared on the going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business.

As disclosed in the interim financial statements, the Company incurred a loss of \$143,318, net cash outflows from operating activities of \$344,519 and had net cash inflows from financing activities of \$1,340,362 for the half-year ended 31 December 2023. As at that date, the Company has net assets of \$1,243,452. The Company has determined that further capital will be required if the Company is to continue as a going concern based on the planned level of operations.

The financial statements have been prepared on the basis that the Company is a going concern, which contemplates the continuity of normal business activity, realisation of assets and settlement of liabilities in the normal course of business for the following reasons:

On 14 February 2024, the Company lodged the Prospectus with Australian Securities and Investment Commission (**ASIC**). A Replacement Prospectus was lodged with ASIC on or about 21 February 2024. The Replacement Prospectus contains details of an offer by the Company of 35,000,000 Shares, at an issue price of \$0.20 per Share, to raise \$7,000,000 (before costs) (**Public Offer**).

Should the Company not be successful in the IPO or secure alternative funding, a material uncertainty may exist over the Company's ability to continue as a going concern, in which case it may be required to realise its assets and discharge its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or liabilities that might be necessary should the Company not continue as a going concern.

(b) New or amended Accounting Standards and Interpretations adopted

The Company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. Their adoption has not had any material impact on the disclosures or on the amounts reported in these financial statements.

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

Condensed Notes to the Financial Statements

(c) Significant accounting judgments and key estimates

The preparation of the interim financial reports requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim financial report, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial report for the year ended 30 June 2023.

NOTE 2	EXPENSES	31-Dec-23	31-Dec-22
		\$	\$
	(a) Employee benefits expense		
	Wages & Salaries	125,732	179,098
	Less: Reversal of consulting fees payable	(233,459)	-
		(107,727)	179,098
NOTE 3	INTANGIBLE ASSETS	31-Dec-23	30-Jun-23
		\$	\$
	Developed software - Cost	278,627	275,735
	Accumulated amortisation	(21,734)	(15,560)
		256,893	260,175
	Movement		
	Net carrying amount at the beginning of the period	260,175	208,793
	Additions	2,892	63,977
	Amortisation	(6,174)	(12,595)
	Net carrying amount at the end of the period	256,893	260,175
NOTE 4	RIGHT-OF-USE ASSET	31-Dec-23	30-Jun-23
		\$	\$
	Office lease – Right-of-use	43,347	44,720
	Less: Accumulated depreciation	(34,603)	(28,088)
		8,744	16,632
NOTE 5	PROPERTY, PLANT AND EQUIPMENT	Computer Equipment	Total
		\$	\$
	<u>At 31 December 2023</u>		
	Cost	69,896	69,896
	Accumulated depreciation	(46,784)	(46,784)
	Net book amount	23,112	23,112

Condensed Notes to the Financial Statements

NOTE 5 PROPERTY, PLANT AND EQUIPMENT (Continued)

	Computer Equipment \$	Total \$
<u>At 30 June 2023</u>		
Cost	72,110	72,110
Accumulated depreciation	(33,107)	(33,107)
Net book amount	39,003	39,003
<u>Period ended 31 December 2023</u>		
Opening net book amount	39,003	39,003
Additions	-	-
Depreciation charge	(15,891)	(15,891)
Closing net book amount	23,112	23,112

NOTE 6 TRADE AND OTHER PAYABLES

	31-Dec-23 \$	30-Jun-23 \$
Trade payables	40,209	-
Other payables	39,701	314,178
	79,910	314,178

NOTE 7 LEASE LIABILITIES

	31-Dec-23 \$	30-Jun-23 \$
<i>Current</i>		
Lease liabilities	9,547	9,987
<i>Non-current</i>		
Lease liabilities	-	5,245
	9,547	15,232

NOTE 8 ISSUED CAPITAL

(a) Issued and fully paid

	31-Dec-23		30-Jun-23	
	No.	\$	No.	\$
Ordinary shares	64,150,000	2,548,297	34,950,000	1,202,250

(b) Movement reconciliation

	Date	Number	Issue Price	\$
At 1 July 2023		34,950,000	-	1,202,250
Share Split on a 1:1.5 basis	23/10/2023	17,475,000	-	-
Placement	19/12/2023	11,725,000	\$0.12	1,407,000
Share issue costs		-		(60,953)
At 31 December 2023		64,150,000		2,548,297
At 1 July 2022		34,950,000	-	1,202,250
At 30 June 2023		34,950,000		1,202,250

Condensed Notes to the Financial Statements

NOTE 9 CONTINGENT LIABILITIES

There has been no change in contingent liabilities since the last annual reporting date.

NOTE 10 COMMITMENTS

There has been no material change in commitments since the last annual reporting date.

NOTE 11 DIVIDENDS

No dividend has been declared or paid during the half-year ended 31 December 2023. The Directors do not recommend the payment of a dividend in respect of the half-year ended 31 December 2023.

NOTE 12 EVENTS SUBSEQUENT TO REPORTING DATE

On 7 February 2024, Mr Hendrikus Johannes Boele resigned as Director. Mr Boele will continue in the position of CEO of the Company.

On 14 February 2024, the Company lodged the Prospectus with Australian Securities and Investment Commission (**ASIC**). A Replacement Prospectus was lodged with ASIC on or about 21 February 2024. The Replacement Prospectus contains details of an offer by the Company of 35,000,000 Shares, at an issue price of \$0.20 per Share, to raise \$7,000,000 (before costs) (**Public Offer**).

There are no other matters or circumstances that have arisen since 31 December 2023 that has significantly affected, or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in future financial years.

Directors' Declaration

In the Directors' opinion:

- a. The financial statements and notes comply with the Corporations Act 2001, including:
 - i. giving a true and fair view of the Company's financial position as at 31 December 2023 and of its performance for the period ended on that date; and
 - ii. complying with Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements.
- b. 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 the Directors made pursuant to Section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors



Anton Uvarov
Director

Perth, Western Australia
15 March 2024

Independent Auditor's Review Report

To the members of BlinkLab Limited

Report on the Interim Financial Report

Conclusion

We have reviewed the accompanying interim financial report of BlinkLab Limited ("the Company"), which comprises the Condensed Statement of Financial Position as at 31 December 2023, the Condensed Statement of Profit or Loss and Other Comprehensive Income, Condensed Statement of Changes in Equity and Condensed Statement of Cash Flows for the half-year ended on that date, notes comprising significant accounting policy information and other explanatory information, and the Directors' Declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim financial report of BlinkLab Limited does not comply with the *Corporations Act 2001* including:

- i) giving a true and fair view of the Company's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and
- iii) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the Auditor's Responsibilities for the Review of the Financial Report section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & 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 annual 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 review report.

Material Uncertainty Related to Going Concern

We draw attention to Note 1(a) in the condensed interim financial report, which indicates that the Company incurred a net loss of \$143,318 and cash outflows from operating activities of \$344,519 and net cash inflows from financing activities of \$1,340,362 during the half-year ended 31 December 2023 and that the Company had net assets of \$1,243,452 at 31 December 2023. As stated in Note 1(a), these conditions, along with other matters as set forth in Note 1(a), indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Advisory. Tax. Audit

ACN 145 447 105

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Responsibility of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the interim 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 interim financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the interim financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the interim financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Company's financial position as at 31 December 2023 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*.

A review of an interim 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.

NPAS

Nexia Perth Audit Services Pty Ltd**Justin Mulhair**

Director

Perth
15 March 2024