



ABN 83 628 420 824

Innlanz Limited
18-40 Anderson Street,
Parramatta, NSW 2150

Preliminary Final Report

For the year ended 30 June 2022

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Innlanz Limited
Appendix 4E
Preliminary final report

1. Company details

Name of entity:	Innlanz Limited (formerly Mediland Pharm Limited)
ABN:	83 628 420 824
Reporting period:	For the year ended 30 June 2022
Previous period:	For the year ended 30 June 2021

2. Results for announcement to the market

			\$
Revenues from ordinary activities	Up	37.68% to	1,593,674
Loss from ordinary activities after tax attributable to the owners of Innlanz Limited	Down	85.45% to	911,509
Loss for the year attributable to the owners of Innlanz Limited	Down	85.45% to	911,509

Dividends

There were no dividends paid, recommended or declared during the current financial period. The directors do not propose to pay a final dividend for the year ended 30 June 2022.

Comments

The loss for the consolidated entity after providing for income tax and non-controlling interest amounted to \$956,841 (30 June 2020: \$6,280,415).

The loss for the consolidated entity after providing for income tax and non-controlling interest amounted to \$956,841 (30 June 2020: \$6,280,415) attributable to the following:

- The main source of income was derived from hotel operations during the year. Despite the challenges caused by the pandemic with restrictions and lockdowns, it was pleasing to report the hotel finished the financial year with a positive net result.
- The employee expenses included \$230k of termination cost as a result of closing down and suspension of the retail businesses in the FY 2021.
- The Company has implemented rigorous cost control measures by minimising fixed operating costs. During the financial year, the Company terminated two lease contracts resulting in a substantial decrease in on-going occupancy and operational expenses hence resulting in decreased losses compared to last financial year.
- Management remains open to once again playing an active role in the "health and well-being" sector in the inbound tourist retail market as demand for travel increases as restrictions ease globally.

3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	<u>0.03</u>	<u>0.03</u>

4. Control gained over entities

None

5. Loss of control over entities

None

6. Details of associates and joint venture entities

None

7. Audit qualification or review

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

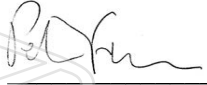
The financial statements are based on the accounts that in the progress of being audited.

8. Attachments

Details of attachments (if any):

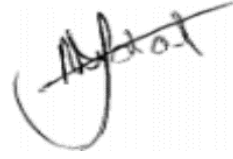
Consolidated statement of profit or loss and other comprehensive income
Consolidated statement of financial position
Consolidated Statement of cash flows
Consolidated statement of changes in equity

9. Signed



Dr Peter French
Chairman

Sydney
31 August 2022



Yeshween Mudaliar
Managing Director

Sydney
31 August 2022

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Innlanz Limited
Consolidated statement of profit or loss and other comprehensive income
For the year ended 30 June 2022

	Consolidated	Consolidated
	2022	2021
	\$	\$
Revenue	1,593,674	1,157,489
Cost of sales	(31,439)	(541,369)
Gross profit	<u>1,562,235</u>	<u>616,120</u>
Other income	5,181	139,627
Government grant	75,803	629,753
Gain on loss of control of subsidiaries	-	1,844,206
Gain on lease termination	288,206	378,814
Gain on bargain purchase	-	365,237
Bad debts	-	(91,000)
Inventory written off	(49,934)	(392,397)
Marketing expenses	(26,091)	(18,501)
Occupancy expenses	-	70,767
Administrative expenses	(1,411,738)	(2,102,682)
Employee benefit expenses	(1,095,708)	(1,151,014)
Share-based payment expenses	-	(552,311)
Finance costs	(124,629)	(141,291)
Impairment expenses	-	(3,461,417)
Loan forgiveness on the loss of control	-	(3,134,450)
Loss before income tax expense	(776,675)	(7,000,539)
Income tax (expense)/benefit	(180,166)	720,124
Loss after income tax expense for the year	<u>(956,841)</u>	<u>(6,280,415)</u>
Other comprehensive income / (loss)		
<i>Items that will not be reclassified subsequently to profit or loss</i>		
Gain on the revaluation of land and buildings, net of tax	868,034	-
<i>Items that may be reclassified subsequently to profit or loss</i>		
Foreign currency translation	(78,871)	(19,175)
Other comprehensive income / (loss) for the year, net of tax	789,163	(19,175)
Total comprehensive loss for the year	(167,678)	(6,299,590)
Loss for the year attributable to:		
Owners of Innlanz Limited	(911,509)	(6,264,290)
Non-controlling interests	(45,332)	(16,125)
	<u>(956,841)</u>	<u>(6,280,415)</u>
	Cents	Cents
Earnings		
Basic earnings / (loss) per share	(0.31)	(2.01)
Diluted earnings / (loss) per share	(0.31)	(2.01)

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Innlanz Limited
Consolidated statement of financial position
As at 30 June 2022

	Consolidated	
	2022	2021
	\$	\$
Assets		
Current assets		
Cash and cash equivalents	1,291,963	3,391,075
Trade and other receivables	109,224	377,148
Prepayments	17,876	15,278
Inventories	7,785	81,097
Total current assets	<u>1,426,848</u>	<u>3,864,598</u>
Non-current assets		
Property, plant and equipment	6,679,944	5,723,691
Intangibles	16,942	18,733
Deferred tax assets	120,107	178,812
Total non-current assets	<u>6,816,993</u>	<u>5,921,236</u>
Total assets	<u>8,243,841</u>	<u>9,785,834</u>
Liabilities		
Current liabilities		
Trade and other payables	932,522	804,920
Provisions	104,389	61,384
Current tax liabilities	18,139	65,363
Lease liabilities	-	499,598
Deferred consideration	1,283,446	1,150,470
Total current liabilities	<u>2,338,496</u>	<u>2,581,735</u>
Non-current liabilities		
Deferred tax liabilities	655,659	268,013
Lease liabilities	-	403,371
Deferred consideration	-	992,525
Borrowings	2,389,971	2,512,797
Total non-current liabilities	<u>3,045,630</u>	<u>4,176,706</u>
Total liabilities	<u>5,384,126</u>	<u>6,758,441</u>
Net assets	<u>2,859,715</u>	<u>3,027,393</u>
Equity		
Issued capital	11,898,945	11,898,945
Reserves	786,575	(2,588)
Accumulated losses	(9,764,348)	(8,852,839)
Total equity attributable to member of the Group	<u>2,921,172</u>	<u>3,043,518</u>
Non-controlling interests	(61,457)	(16,125)
Total equity	<u>2,859,715</u>	<u>3,027,393</u>

Innlanz Limited
Consolidated Statement of cash flows
For the year ended 30 June 2022

	Consolidated	
	2022	2021
	\$	\$
Cash flows from operating activities		
Receipts from customers (inclusive of GST)	1,867,873	687,779
Payments to suppliers and employees (inclusive of GST)	(2,423,616)	(3,920,492)
Interest received	4,798	58,334
Lease payments (interest)	-	(111,220)
Interest and other finance cost paid	(84,178)	(18,167)
Net income taxes received/(paid)	(111,941)	338,642
Government grants and tax incentives	75,803	629,753
	<u> </u>	<u> </u>
Net cash used in operating activities	(671,261)	(2,335,371)
	<u> </u>	<u> </u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(30,088)	(4,342)
Payments to acquire business (net of cash acquired)	-	(204,572)
Payment to related party	-	(197,961)
Receipts from related party	81,833	99,985
Loss of control over subsidiaries	-	(876,306)
	<u> </u>	<u> </u>
Net cash used in investing activities	51,745	(1,183,196)
	<u> </u>	<u> </u>
Cash flows from financing activities		
Lease payment (principal)	(516,267)	(382,445)
Repayment of borrowings	(945,094)	-
	<u> </u>	<u> </u>
Net cash used in financing activities	(1,461,361)	(382,445)
	<u> </u>	<u> </u>
Net decrease in cash and cash equivalents	(2,080,877)	(3,901,012)
Cash and cash equivalents at the beginning of the financial year	3,391,075	7,304,139
Effects of exchange rate changes on cash and cash equivalents	(18,235)	(12,052)
	<u> </u>	<u> </u>
Cash and cash equivalents at the end of the financial year	<u>1,291,963</u>	<u>3,391,075</u>

Innlanz Limited
Consolidated statement of changes in equity
For the year ended 30 June 2022

	Issued capital	Group restructure reserve	Foreign currency reserve	Share-based payments reserve	Retained Profits/ (Accumulated losses)	Total	Non- controlling Interest	Total equity
Consolidated	\$	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2020	11,898,945	71,146	(54,559)	1,627,251	(4,768,111)	8,774,672	-	8,774,672
Loss after income tax expense for the year		-	-	-	(6,264,290)	(6,264,290)	(16,125)	(6,280,415)
Other comprehensive income for the year, net of tax	-	-	(19,175)	-	-	(19,175)	-	(19,175)
Total comprehensive income for the year	-	-	(19,175)	-	(6,264,290)	(6,283,465)	(16,125)	(6,299,590)
<i>Transactions with owners in their capacity as owners:</i>								
Share-based payments	-	-	-	552,311	-	552,311	-	552,311
Transfer from reserve to accumulated losses	-	-	-	(2,179,562)	2,179,562	-	-	-
Balance at 30 June 2021	<u>11,898,945</u>	<u>71,146</u>	<u>(73,734)</u>	<u>-</u>	<u>(8,852,839)</u>	<u>3,043,518</u>	<u>(16,125)</u>	<u>3,027,393</u>

Innlanz Limited
Consolidated statement of changes in equity
For the year ended 30 June 2022

	Issued capital	Group restructure reserve	Foreign currency reserve	Assets revaluation reserve	Accumulated losses	Total	Non- controlling Interest	Total equity
Consolidated	\$	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2021	11,898,945	71,146	(73,734)	-	(8,852,839)	3,043,518	(16,125)	3,027,393
Loss after income tax expense for the year	-	-	-	-	(911,509)	(911,509)	(45,332)	(956,841)
Other comprehensive income/(loss) for the year, net of tax	-	-	(78,871)	868,034	-	789,163	-	789,163
Total comprehensive income/(loss) for the year	-	-	(78,871)	868,034	(911,509)	(43,475)	(45,332)	(167,678)
Balance at 30 June 2022	<u>11,898,945</u>	<u>71,146</u>	<u>(152,605)</u>	<u>868,034</u>	<u>(9,764,348)</u>	<u>2,921,172</u>	<u>(61,457)</u>	<u>2,859,715</u>