

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 2018
Previous period:	Half-year ended 31 December 2017

2. Results for announcement to the market

Revenues from ordinary activities	Up	18%	to	\$ 320,683
Profit from ordinary activities after tax attributable to the members of 333D Limited	Up	167%	to	922,351
Profit for the half-year attributable to the members of 333D Limited	Up	167%	to	922,351

Amount Cents per share	Franked Cents per share
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Dividends

Final dividend for the year ended 30 June 2018	-	-
Interim dividend for the year ended 30 June 2019	-	-

No dividend has been declared by the directors.

Comments

The net profit attributable to members amounted to \$922,351 (31 December 2017: \$1,362,865 loss) for the year.

3. Net tangible asset (NTA) backing per share

	2018 Cents per share	2017 Cents per share
Net tangible assets per ordinary security	(0.16)	(0.17)

4. Entities over which control gained during the period

Nil

5. Entities over which control lost during the period

Nil

6. Details of associates and joint venture entities

	Percentage holding		Contribution to loss	
	2018	2017	2018	2017
	%	%	\$	\$
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 2018 is attached.



John Conidi
Executive Chairman

Melbourne
28 February 2019

333D Limited and controlled entities

ABN 24 118 159 881

Interim Financial Report

for the Half-year ended 31 December 2018

333D Limited and controlled entities

Directors' report

Half-year ended 31 December 2018

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 2018.

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

Frank Pertile (resigned 3 September 2018)

Dr. Nigel Finch (appointed 3 September 2018)

Tim Naylor

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 \$922,351 (31 December 2017: \$1,362,865 loss) for the half-year.

During the period the Company allocated its resources in marketing its rich branded sporting content particularly its Mini League product. The Company successfully expanded its third party distribution network which enabled it to increase Mini League sales significantly from the previous period. Third party reseller sales account for approximately 50% of all sales and enables the Company to sell its product to customers in brick and mortar locations and high profile online platforms such as www.afl.com.au.

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

Nil

333D Limited and controlled entities

Directors' report

Half-year ended 31 December 2018

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 dark ink, appearing to read 'J. Conidi', with a stylized flourish at the end.

John Conidi
Director

28 February 2019
Melbourne

RSM Australia Partners

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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 2018, 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: 28 February 2019
Melbourne, Victoria

333D Limited and controlled entities

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Half-year ended 31 December 2018

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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

Level 24, St Martin's Tower
44 St George's Terrace
PERTH WA 6000

Principal place of business

10 Beith St
BRUNSWICK VIC 3056

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 28 February 2019.

333D Limited and controlled entities**Statement of profit or loss and other comprehensive income**

For the half-year ended 31 December 2018

		Consolidated	
		Dec 2018	Dec 2017
	Note	\$	\$
Income			
Revenue		320,683	269,807
Other income	4	1,569,453	1,152,150
		<u>1,890,136</u>	<u>1,421,957</u>
Expenses			
Raw materials and consumables used		(60,710)	(286,295)
Employee benefits expense		(155,212)	(228,979)
Depreciation and amortisation expense	5	(16,169)	(514,288)
Impairment expense	6	-	(557,434)
Occupancy expense		(47,790)	(126,184)
Administrative expense		(283,308)	(818,518)
Other expenses		(216,423)	(153,228)
Share based payment expense		(101,734)	-
Finance costs		(86,439)	(99,896)
		<u>(967,785)</u>	<u>(2,784,822)</u>
Profit (loss) before income tax expense		<u>922,351</u>	<u>(1,362,865)</u>
Income tax expense		-	-
Profit (loss) after income tax expense for the period		<u>922,351</u>	<u>(1,362,865)</u>
Other comprehensive income/(loss)		101,734	-
Total comprehensive income/(loss) for the period		<u>1,024,085</u>	<u>(1,362,865)</u>
Profit (loss) for the year is attributable to:			
Owners of 333D Limited		922,351	(1,362,865)
Total comprehensive income/(loss) for the period is attributable to:			
Owners of 333D Limited		1,024,085	(1,362,865)
		Cents	Cents
Basic earnings per share		0.001	(0.002)
Diluted earnings per share		0.001	(0.002)

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 2018

		Consolidated	
		31 Dec 2018	30 Jun 2018
	Note	\$	\$
Assets			
Current assets			
Cash and cash equivalents		219,874	17,596
Trade and other receivables		27,023	81,370
Other assets		39,843	18,547
Available-for-sale financial assets		-	52,183
		<u>286,740</u>	<u>169,696</u>
Non-current assets			
Receivables		2,240	2,241
Property, plant and equipment	6	19,950	36,119
		<u>22,190</u>	<u>38,360</u>
Total assets		<u>308,930</u>	<u>208,056</u>
Liabilities			
Current liabilities			
Trade and other payables		647,453	989,387
Borrowings	7	742,409	1,322,558
Employee benefits		15,461	15,514
		<u>1,405,323</u>	<u>2,327,459</u>
Non-current liabilities			
Borrowings	7	300,000	300,000
Employee benefits		2,731	3,806
		<u>302,731</u>	<u>303,806</u>
Total liabilities		<u>1,708,054</u>	<u>2,631,265</u>
Net assets/(liabilities)		<u>(1,399,124)</u>	<u>(2,423,209)</u>
Equity			
Issued capital	8	5,121,153	5,121,153
Reserves		1,159,359	1,057,625
Retained profits		(7,679,636)	(8,601,987)
Total equity		<u>(1,399,124)</u>	<u>(2,423,209)</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 2018

	Issued capital	Consolidated Retained profits	Reserves	Total equity
Balance at 1 July 2017	4,473,153	(7,176,100)	2,120,125	(582,822)
Shares Issued	525,000	-	-	525,000
Profit (loss) after income tax expense for the half-year	-	(1,362,865)	-	(1,362,865)
Balance at 31 December 2017	4,998,153	(8,538,965)	2,120,125	(1,420,687)
Balance as 1 July 2018	5,121,153	(8,601,987)	1,057,625	(2,423,209)
Profit (loss) after income tax expense for the half-year	-	922,351	-	922,351
Total comprehensive income for the half-year	-	-	101,734	101,734
Balance at 31 December 2018	5,121,153	(7,679,636)	1,159,359	(1,399,124)

333D Limited and controlled entities

Statement of cash flows

For the half-year ended 31 December 2018

	Consolidated	
	Dec 2018	Dec 2017
	\$	\$
Cash flows from operating activities		
Receipts from customers (inclusive of GST)	405,820	247,808
Payments to suppliers and employees (inclusive of GST)	(1,106,505)	(1,851,840)
Interest received	98	2,172
Other income	1,169,453	1,162,545
Interest and other finance costs paid	(86,439)	(99,896)
	<u>382,427</u>	<u>(539,211)</u>
Cash flows from investing activities		
Proceeds from disposal of equipment	-	-
Payments for property, plant and equipment	-	(30,772)
	<u>-</u>	<u>(30,772)</u>
Cash flows from financing activities		
Proceeds from borrowings	100,000	101,991
Proceeds from issue of share capital	-	525,000
Other	-	-
Loan repayments received	-	-
Repayment of borrowings	(280,149)	(58,149)
	<u>(180,149)</u>	<u>568,842</u>
Net increase/(decrease) in cash and cash equivalents	202,278	(1,141)
Cash and cash equivalents at the beginning of the financial year	17,596	175,582
Cash and cash equivalents at the end of the financial year	<u>219,874</u>	<u>174,441</u>

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

Note 1. Significant accounting policies

These general purpose financial statements for the interim half-year reporting period ended 31 December 2018 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 2018 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.

Both AASB 15 Revenue from contracts with customers and AASB 9 Financial Instruments have been adopted by the consolidated entity. There has been no impact when adopting these standards and therefore no adjustments were deemed necessary.

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 as at 31 December 2018, the consolidated entity has net current liabilities of \$1,118,583 and net liabilities of \$1,399,124.

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

Note 3. Going concern basis of accounting (continued)

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:

- Expectation of increased sales as a result of marketing activities;
- Successful lodgement and receipt in relation to the company's claim for research and development costs; and
- Subsequent to balance date, the consolidated entity received a \$100,000 loan provided by a director.

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.

	Consolidated	
	2018	2017
Note	\$	\$
Note 4. Other income		
R&D tax offset	1,206,449	1,162,545
Net foreign exchange gains	(6,740)	(12,637)
Interest	98	2,172
Gain on disposal of asset	363,636	-
Other	6,010	70
	<u>1,569,453</u>	<u>1,152,150</u>

Interest revenue is recognised as interest accrues using the effective interest rate method.

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

Note 5. Expenses

Loss before income tax from continuing operations includes the following specific expenses:

Depreciation and amortisation

Property, plant and equipment - depreciation	16,169	497,760
Property, plant and equipment - impairment	-	557,434
Intangibles	-	16,529
	<u>16,169</u>	<u>1,071,723</u>

Note 6. Property, plant & equipment

Reconciliations of the written down values at the beginning and end of the current period are set out below:

	3D printing equipment \$	Photogrammetry equipment \$	Total \$
As at 30 June 2018			
Cost	1,567,637	79,446	1,647,083
Less accumulated depreciation	(974,084)	(51,265)	(1,025,349)
Less accumulated impairment	(557,434)	(28,181)	(585,615)
Net Value	<u>36,119</u>	<u>-</u>	<u>36,119</u>
As at 31 December 2018			
Cost	1,567,637	79,446	1,647,083
Less accumulated depreciation	(990,253)	(51,265)	(1,041,518)
Less accumulated impairment	(557,434)	(28,181)	(585,615)
Net Value	<u>19,950</u>	<u>-</u>	<u>19,950</u>
Balance at 30 June 2018	<u>36,119</u>	<u>-</u>	<u>36,119</u>
Depreciation expense	(16,169)	-	(16,169)
Balance at 31 December 2018	<u>19,950</u>	<u>-</u>	<u>19,950</u>

333D Limited and controlled entities

Notes to the financial statements

half-year ended 31 December 2018

	Consolidated	
	31 Dec 2018	30 Jun 2018
	\$	\$
Note 7. Borrowings		
<i>Current</i>		
Lease liabilities	42,409	108,628
Advances from related parties	-	114,000
Advances from associated entities	100,000	100,000
Debt facility	600,000	999,930
	<u>742,409</u>	<u>1,322,558</u>
<i>Non current</i>		
Convertible Notes	300,000	300,000
	<u>1,042,409</u>	<u>1,622,558</u>

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.

Finance leases are capitalised at the present value of minimum lease payments. Lease payments are allocated between the principal component of the lease liability and the finance costs, so as to achieve a constant rate of interest on the remaining balance of the liability.

	31 Dec 2018	30 Jun 2018
	\$	\$
Unrestricted access was available at the reporting date to the debt facility as follows:		
Unused	-	70
Used	600,000	999,930
	<u>600,000</u>	<u>1,000,000</u>

On 31 March 2017, the consolidated entity secured access to a debt facility of \$1,000,000. Interest is paid monthly in arrears at a rate of 15% per annum based on the balance drawn. However, in the event of default, interest is retrospectively payable at a rate of 20%. The facility is secured by a floating charge over the assets of the consolidated entity. The proceeds of the sale of a 3d printer during the period went directly towards reducing the loan by \$400,000.

In September the Company secured a loan from associated entities for \$100,000. This loan is secured and interest is paid monthly at a rate of 12%. The loan must be repaid within 12 months .

Finance lease liabilities are secured by rights to specific 3D printing assets, which will revert to the lessor in the event of default.

333D Limited and controlled entities

Notes to the financial statements

half-year ended 31 December 2018

	Number of shares	\$
Note 8. Share capital		
Balance at 30 June 2018	881,226,174	5,121,153
Balance at 31 December 2018	<u>881,226,174</u>	<u>5,121,153</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.

	2018 Number	2017 Number
Note 9. Earnings per share		
Weighted average number of ordinary shares used in calculating earnings per share	<u>881,226,174</u>	<u>843,750,764</u>

Basic earnings per share is calculated by dividing the loss 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 10. Contingent liabilities

There were no contingent liabilities at 31 December 2018 (2017: Nil).

Note 11. Events after the reporting date

On the 21st of February 2019, the executive chairman Mr John Conidi entered into a loan agreement with the Company. Mr Conidi advanced \$100,000 via a short-term secured loan repayable within 12 months with interest charged at 12% per annum.

333D Limited and controlled entities

Directors' declaration

Half-year ended 31 December 2018

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 2018 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

28 February 2019
Melbourne

RSM Australia Partners

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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 2018, 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 2018 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 2018, the consolidated entity's current liabilities exceeded its current assets by \$1,118,583. 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 2018 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 read "RSM".

RSM AUSTRALIA PARTNERS

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

R B MIANO
Partner

Dated: 28 February 2019
Melbourne, Victoria