

1. Company details

| | |
|-------------------|---------------------------------|
| Name of entity: | 1st Group Limited |
| ABN: | 25 138 897 533 |
| 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 | down | 6.6% to | 5,088,167 |
| Loss from ordinary activities after tax attributable to the owners of 1st Group Limited | up | 5.5% to | (6,821,939) |
| Loss for the year attributable to the owners of 1st Group Limited | up | 5.5% to | (6,821,939) |

Dividends

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

Comments

The loss for the Group after providing for income tax amounted to \$6,821,939 (30 June 2021: \$6,468,709).

Please refer to the accompanying market release (Preliminary Full Year Results Announcement) for detailed commentary on the results

3. Net tangible assets

| | Reporting period Cents | Previous period Cents |
|---|------------------------------|-----------------------------|
| Net tangible assets per ordinary security | <u>(0.30)</u> | <u>(0.94)</u> |

4. Dividends

Current period

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

Previous period

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

5. Audit qualification or review

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

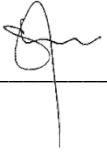
The financial statements are in the process of being audited. There is likely an emphasis of matter regarding the going concern basis of preparation in the final audit report.

6. Attachments

Details of attachments (if any):

The unaudited annual accounts are set out following this Appendix 4E.

7. Signed

Signed  _____
Stephe Wilks
Chair
Sydney

Date: 30 August 2022

1st Group Limited

ABN 25 138 897 533

Annual Report - 30 June 2022

1st Group Limited
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2022



| | Note | Consolidated 30 June 2022 \$ | 30 June 2021 \$ |
|---|------|------------------------------------|--------------------|
| Revenue | | 5,088,167 | 5,446,876 |
| Expenses | | | |
| Loss on disposal of assets | | - | (26,068) |
| Income tax expense | | (23,670) | - |
| Advertising and marketing expenses | | (215,461) | (468,767) |
| Professional and consulting fees | | (573,487) | (673,246) |
| Operations and administration expenses | | (3,501,012) | (3,088,806) |
| Employee benefits | | (4,144,218) | (4,274,668) |
| Depreciation and amortisation expenses | | (25,329) | (172,480) |
| Impairment of assets | | (3,083,565) | (3,187,153) |
| Finance costs | | (343,364) | (203,832) |
| Loss before income tax benefit | | (6,821,939) | (6,648,144) |
| Income tax benefit | | - | 179,435 |
| Loss after income tax benefit for the year attributable to the owners of 1st Group Limited | | (6,821,939) | (6,468,709) |
| Other comprehensive income for the year, net of tax | | - | - |
| Total comprehensive income for the year attributable to the owners of 1st Group Limited | | <u>(6,821,939)</u> | <u>(6,468,709)</u> |
| | | Cents | Cents |
| Basic loss per share | | (1.29) | (1.52) |
| Diluted loss per share | | (1.29) | (1.52) |

Consolidated
30 June 2022 30 June 2021
\$ \$

Assets

Current assets

| | | |
|-----------------------------|------------------|------------------|
| Cash and cash equivalents | 2,007,121 | 235,994 |
| Trade and other receivables | 384,848 | 592,146 |
| Inventories | 569,123 | - |
| Income tax claim receivable | 850,000 | 23,670 |
| Other | 400,102 | 647,185 |
| Total current assets | <u>4,211,194</u> | <u>1,498,995</u> |

Non-current assets

| | | |
|---------------------------------|---------------|---------------|
| Property, plant and equipment | 48,536 | 40,300 |
| Intangibles | 12,379 | 8,148 |
| Total non-current assets | <u>60,915</u> | <u>48,448</u> |

Total assets

4,272,109 1,547,443

Liabilities

Current liabilities

| | | |
|----------------------------------|------------------|------------------|
| Trade and other payables | 3,136,338 | 2,030,225 |
| Employee benefits | 257,025 | 221,367 |
| Total current liabilities | <u>3,393,363</u> | <u>2,251,592</u> |

Non-current liabilities

| | | |
|--------------------------------------|------------------|------------------|
| Borrowings | 4,650,010 | 3,250,000 |
| Employee benefits | 117,871 | 39,566 |
| Total non-current liabilities | <u>4,767,881</u> | <u>3,289,566</u> |

Total liabilities

8,161,244 5,541,158

Net liabilities

(3,889,135) (3,993,715)

Equity

| | | |
|--------------------|--------------|--------------|
| Issued capital | 39,289,042 | 32,577,175 |
| Reserves | 2,831,921 | 2,617,269 |
| Accumulated losses | (46,010,098) | (39,188,159) |

Total deficiency in equity

(3,889,135) (3,993,715)

1st Group Limited
Statement of changes in equity
For the year ended 30 June 2022



| | Issued capital \$ | Reserves \$ | Accumulated losses \$ | Total deficiency in equity \$ |
|--|----------------------------------|------------------------|--------------------------------------|--|
| Consolidated | | | | |
| Balance at 1 July 2020 | 32,577,175 | 2,575,750 | (32,719,450) | 2,433,475 |
| Loss after income tax benefit for the year | - | - | (6,468,709) | (6,468,709) |
| Other comprehensive income for the year, net of tax | - | - | - | - |
| Total comprehensive income for the year | - | - | (6,468,709) | (6,468,709) |
| <i>Transactions with owners in their capacity as owners:</i> | | | | |
| Share-based payments () | - | 41,519 | - | 41,519 |
| Balance at 30 June 2021 | <u>32,577,175</u> | <u>2,617,269</u> | <u>(39,188,159)</u> | <u>(3,993,715)</u> |
| | | | | |
| Consolidated | | | | |
| Balance at 1 July 2021 | 32,577,175 | 2,617,269 | (39,188,159) | (3,993,715) |
| Loss after income tax expense for the year | - | - | (6,821,939) | (6,821,939) |
| Other comprehensive income for the year, net of tax | - | - | - | - |
| Total comprehensive income for the year | - | - | (6,821,939) | (6,821,939) |
| Capital Raising (net of transaction costs) | 1,559,324 | - | - | 1,559,324 |
| Acquisition (net of transaction costs) | 5,152,538 | - | - | 5,152,538 |
| Issued capital required as part of the acquisition | 5 | - | - | 5 |
| Foreign exchange reserve | - | (5) | - | (5) |
| <i>Transactions with owners in their capacity as owners:</i> | | | | |
| Share-based payments | - | 214,657 | - | 214,657 |
| Balance at 30 June 2022 | <u>39,289,042</u> | <u>2,831,921</u> | <u>(46,010,098)</u> | <u>(3,889,135)</u> |

| | Consolidated | |
|--|-------------------------|-----------------------|
| | 30 June 2022 | 30 June 2021 |
| | \$ | \$ |
| Cash flows from operating activities | | |
| Receipts from customers (inclusive of GST) | 6,016,644 | 5,592,774 |
| Payments to suppliers and employees (inclusive of GST) | (8,586,309) | (8,948,332) |
| Interest paid | (227,300) | (200,262) |
| Interest received | 9 | 435 |
| Government grant – Cashflow boost | - | 62,000 |
| | <u>(2,796,956)</u> | <u>(3,493,385)</u> |
| Cash flows from investing activities | | |
| Payments for property, plant and equipment | <u>(21,835)</u> | <u>(24,547)</u> |
| Net cash used in investing activities | <u>(21,835)</u> | <u>(24,547)</u> |
| Cash flows from financing activities | | |
| Proceeds from issue of shares, net of transaction costs | 3,839,918 | - |
| Proceeds from convertible notes facility | 750,000 | 1,700,000 |
| Net cash from financing activities | <u>4,589,918</u> | <u>1,700,000</u> |
| Net increase/(decrease) in cash and cash equivalents | 1,771,127 | (1,817,932) |
| Cash and cash equivalents at the beginning of the financial year | 235,994 | 2,053,926 |
| Cash and cash equivalents at the end of the financial year | <u><u>2,007,121</u></u> | <u><u>235,994</u></u> |