

To COMPANY ANNOUNCEMENTS

Company ASX

Date 28 February 2022

From Peter Fedele

Subject: **APPENDIX 4D**

BY ELECTRONIC LODGEMENT

Please see attached for Beyond International Limited (ASX-BYI) for the 6 months ended 31 December 2021:

- (a) Appendix 4D – Half Yearly Report to 31 December 2021
- (b) Review of Operations
- (c) Directors Report
- (d) Financial Statements including Auditors Review Report

The functional currency is Australian dollars.

This announcement has been authorised for release to ASX by the Board of Beyond International Limited.

Rules 4.1, 4.3
Appendix 4D

Half Yearly Report

Introduced 1/1/2003.

Name of Entity	Beyond International Limited
ACN	003 174 409
Half Year Interim Financial Report	31 DECEMBER 2021
Previous Corresponding Reporting Period	31 DECEMBER 2020

Results for Announcement to the Market

	\$000's	Percentage increase /(decrease) over previous corresponding period
Revenues from ordinary activities	34,163	Down 34.8%
Profit from ordinary activities after tax attributable to members	414	Down 62.6%
Net Profit for the period attributable to members	414	Down 62.6%
Dividends (distributions)	Amount per security	Franked amount per security
Final Dividend	Nil	N/A
Interim Dividend	Nil	N/A
Previous corresponding period	Nil	N/A
Record date for determining entitlements to the dividends (if any)	N/A	
Brief explanation of any of the figures reported above necessary to enable the figures to be understood:		
Refer attached release cover sheet		

The half-yearly report is to be read in conjunction with the most recent annual financial report.

Dividends

Date the dividend is payable	N/A
Record date to determine entitlement to the dividend	N/A
Amount per security	N/A
Total dividend	N/A
Amount per security of foreign sourced dividend or distribution	N/A
Details of any dividend reinvestment plans in operation	N/A
The last date for receipt of an election notice for participation in any dividend reinvestment plans	N/A

NTA Backing

	Current Period	Previous corresponding period
Net tangible asset per security excluding right to use assets	\$0.32	\$0.31

Control Gained Over Entities Having Material Effect

Name of entity (or group of entities)	N/A
Date control gained	N/A
Consolidated profit from ordinary activities since the date in the current period on which control was acquired	N/A
Profit from ordinary activities of the controlled entity (or group of entities) for the whole of the previous corresponding period	N/A

Loss of Control Gained Over Entities Having Material Effect

Name of entity (or group of entities)	Beyond D
Date control lost	29 November 2021
Consolidated profit / (loss) from ordinary activities for the current period to the date of loss of control	(737)
Profit / (loss) from ordinary activities of the controlled entity (or group of entities) while controlled for the whole of the previous corresponding period	(737)

Details of Associates and Joint Venture Entities

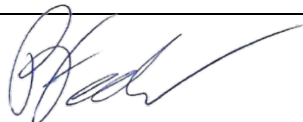
Name of Entity	Percentage Held		Share of Net Profit/(Loss)	
	Current Period	Previous Period	Current Period	Previous Period
Tropo Productions Pty Ltd	50%	50%	\$-	\$-
Melodia Limited	33.33%	33.33%	\$-	\$-
Melodia (Australia) Pty Ltd	33.33%	33.33%	\$-	\$-
GB Media, Inc	10%	10%	\$-	\$-

Audit/Review Status

This report is based on accounts to which one of the following applies: (Tick one)			
The accounts have been audited	<input type="checkbox"/>	The accounts have been subject to review	<input checked="" type="checkbox"/>
The accounts are in the process of being audited or subject to review	<input type="checkbox"/>	The accounts have not yet been audited or reviewed	<input type="checkbox"/>
If the accounts have not yet been audited or subject to review and are likely to be subject to dispute or qualification, a description of the likely dispute or qualification:			
N/A			
If the accounts have been audited or subject to review and are subject to dispute or qualification, a description of the dispute or qualification:			
N/A			

Attachments Forming Part of Appendix 4D

Attachment #	Details
1	ASX Announcement
2	Interim Financial Report

Signed By (Director/Company Secretary)	
Print Name	Peter Fedele
Date	28 February 2022

	SIX MONTHS TO DECEMBER 2021 \$,000	SIX MONTHS TO DECEMBER 2020 \$,000	Variance - Fav/(Unfav)	
			\$,000	%
Operating Revenue	34,163	52,428	(18,266)	(34.8%)
Other Income	780	1,330	(550)	(41.4%)
Total Revenue and Other Income	34,942	53,758	(18,816)	(35.0%)
Expenses - Cost of Sales	(21,583)	(39,294)	17,711	45.1%
Expenses - Overheads	(9,339)	(10,284)	945	9.2%
Total Expenses	(30,922)	(49,578)	18,656	37.6%
EBITDA	4,021	4,180	(160)	(3.8%)
Depreciation, Amortisation, Impairment and Write-down of Content Assets Expense	(1,951)	(2,276)	325	14.3%
EBIT	2,070	1,905	165	8.6%
Interest Expense	(212)	(219)	7	3.2%
Profit Before Income Tax	1,858	1,686	172	10.2%
Tax Expense	(684)	(281)	(402)	(143.1%)
Profit After Income Tax	1,174	1,405	(231)	(16.4%)
Discontinued Operations Held For Sale	(737)	(367)	(371)	(101.1%)
Profit After Income Tax and before minority interests	437	1,038	(601)	(57.9%)
Minority Interests	(23)	68	(91)	NMF
Profit After Income Tax attributable to members	414	1,106	(692)	(62.6%)
Additional Information				
EPS (cents per share) of Continuing Operations	1.88	2.40	(0.52)	(21.7%)
Dividends per Share (cents)	-	-	-	-
NTA (cents per share)	32.4	30.8	1.6	5.1%

NMF – Not a meaningful figure

FINANCIAL PERFORMANCE FOR THE SIX MONTHS TO 31ST DECEMBER 2021 COMPARED TO THE PRIOR CORRESPONDING PERIOD

- EBIT for the period of \$2,070,000, being an increase of 8.6% over the corresponding period last year.
- EBITDA of \$4,021,000, being 3.8% less than the corresponding period last year
- Net Profit After tax and minority interests of \$414,000 compared to a \$1,106,000 for the corresponding period last year
- Operating Revenue for the six months decreased by 34.8% to \$34,163,000 due to program productions being delayed to the second half due to Covid restrictions
- Operating expenses for the six months have decreased by 45.1 % to \$21,583,000
- Overheads decreased to \$9,339,000 (9.2%)
- The Digital Marketing business unit (Beyond D) was sold during the period contributing a loss net of income tax of \$737,000
- Net Cash holdings decreased by \$1,465,000 to \$2,283,000 from 30 June 2021 to 31 December 2021

- Net cash flows from operating activities for the six months was negative \$542,000. This compares to the prior corresponding period where cash from operations was positive \$12,869,000. The decrease in cash is due to Production license fees were received in advance of production commencing in December 2020 which resulted in the cash balance increasing in prior year. These funds were expended on production costs in 2021.

REVIEW OF OPERATIONS FOR THE 6 MONTH PERIOD TO 31 DECEMBER 2021

During the six months the Group finalised the execution of the stated strategy to simplify the business by disposing of the digital marketing company (Beyond D) and focusing resources on media production and international rights management and exploitation.

The international distribution business (Beyond Rights) performed above expectations by contributing net profit before tax of \$4,057,000 in the current period compared to \$2,818,000 in the 2020 half.

The decrease in revenues and net profit before tax compared to the prior corresponding year was mainly due to delays in commencing production of programmes and the withdrawal of government support in prior year of \$1,634,000.

Total Expenses excluding depreciation, amortisation and impairment, decreased by \$18,656,000 or 37.6% compared to the period ending 31 December 2020. The decrease in costs was mainly a result of the delay in the commencement of production titles. Other factors impacting the decrease in expenses is a favourable variance of foreign exchange between the period being \$837,000, corporate costs decreasing by 7.6% and restructuring costs incurred in the UK distribution business of \$677,000 in the prior year due to the acquisition of TCB Media Rights.

EBITDA for the six months was \$4,021,000 compared with EBITDA of \$4,180,000 for the corresponding period ended 31 December 2020.

EBIT reported for the six months was \$2,070,000 compared with EBIT of \$1,905,000 for the six months to 31 December 2020. In the prior period Job Keeper income totalled \$1,634,000 compared to nil in the current reporting period.

Explanation in relation to movement in revenues and expenses is included in the commentary on each operating business later in this report.

REVIEW OF OPERATIONS BY SEGMENT FOR THE 6 MONTH PERIOD TO 31 DECEMBER 2021

	31 Dec 2021 \$,000	31 Dec 2020 \$,000	Variance \$,000	Variance %
Revenue and Other Income				
Productions & Copyright	11,406	26,683	(15,277)	(57.3%)
Distribution	23,131	25,489	(2,358)	(9.2%)
Home Entertainment	31	257	(226)	(88.1%)
Other Revenue	375	1,330	(955)	(71.8%)
Total Revenue and Other Income	34,942	53,758	(18,816)	(35.0%)
Operating EBITDA before adjustments:				
Productions & Copyright	1,443	3,330	(1,886)	(56.7%)
Distribution	4,233	3,435	798	23.2%
Home Entertainment	31	90	(59)	(65.6%)
Corporate	(1,851)	(2,003)	152	7.6%
Foreign Exchange (Loss) / Gain	165	(672)	837	NMF
Total Operating EBITDA before adjustments	4,021	4,180	(159)	(3.8%)
Operating EBIT before adjustments:				
Productions & Copyright	382	2,485	(2,103)	(84.6%)
Distribution	4,057	2,818	1,239	44.0%
Home Entertainment	32	90	(58)	(64.5%)
Corporate	(2,566)	(2,817)	250	8.9%
Foreign Exchange (Loss) / Gain	165	(672)	837	NMF
Total Operating EBIT before adjustments:	2,070	1,905	165	8.7%
Non Operating or Non Recurring Items:				
Discontinued operation	(737)	(367)	(371)	(101.1%)
EBIT	1,332	1,538	(205)	(13.3%)

NMF – Not a meaningful figure

1. International Rights Distribution

EBITDA for the six months to 31 December 2021 increased by 23% to \$4,233,000, compared to the prior corresponding period of \$3,435,000.

EBIT increased by 44% to \$4,057,000 compared to \$2,818,000 in the corresponding period of 2020.

The 2020 result includes a one-off non-recurring restructuring charge of \$677,000 when merging TCB Media Rights and Beyond Distribution in 2020/21.

The focus in the period has been to upgrade and improve the management of the business including the appointment of a highly experienced and respected CEO (David Smyth) in December 2021. David is charged with developing and implementing the growth strategy for the business by focusing on the expanding SVOD and AVOD customer base whilst maintaining the core business. The Company has a very deep program catalogue and the business has improved the gross margin in the period by exploiting undervalued program assets to the SVOD/AVOD customer base.

The strategic focus is also to expand the genre of programs that the business invests in and to focus on programs where additional rights and back end revenue streams are secured. This strategy will include Beyond Rights working closely with third party producers and our owned production entities in the USA, UK and Australia to increase program supply and rights management opportunities.

Mythbusters and Deadly Women are continuing to sell well, and successful programs acquired from third parties include *Underground Worlds*, *Massive Engineering Mistakes*, *Highway Thru Hell*, *Elizabeth*, *Abandoned Engineering*, and *Heavy Rescue*.

2. Television Productions and Copyright

Segment revenue decreased by \$15,277,000 to \$11,406,000 (57.3%) compared to the prior corresponding six-month period.

EBITDA of \$1,443,000 (2020: \$3,330,000) and EBIT of \$382,000 (2020: \$2,485,000) – a decrease of 84.6% over the previous corresponding period.

The decline in production and copyright segment revenue was a result of delays in commencing production of programmes due to covid restrictions, longer lead times in commissioning than previously experienced, and domestic and international travel restrictions. 2020 period revenue includes \$819,000 in Job Keeper subsidy.

The Company has been successful in broadening its customer base to include the rapidly growing SVOD and AVOD streaming markets. Although the Company has been active in this market segment since 2015 there has been a significant increase in new entrants to the AVOD and SVOD streaming market over the past 24 months which has led to increased demand for programs worldwide.

With the lifting of covid restrictions in February 2022 the Company has secured material program commissions from a number of streaming and broadcast platforms. These programs have commenced production in the first two months of the 2022 calendar year. This includes new commissions in the UK, USA and Australia.

The production and exploitation of these programs will result in the division improving on the profit for the full year to 30th June 2022.

Copyright revenues (IP) in the period included sales of completed series of *Deadly Women* and *Mythbusters* by Beyond Rights.

3. Home Entertainment Subsidiary (BHE)

The Company reported an operating profit of \$31,000 (2020: \$90,000).

4. Digital Marketing Subsidiary

On the 29th November the Company was sold. In the five months of trading Beyond D revenues were \$2,746,000. In the previous corresponding period of \$2,225,000. Revenues included \$372,000 of Job keeper and New Zealand Government support in prior period.

EBIT for the trading period was negative \$262,000 and loss on sale of \$475,000 compared to negative \$367,000 for the prior corresponding period.

5. Corporate

Corporate overhead costs reduced by 7.6% or \$151,000 against the prior reporting period. After deducting amortization of intangibles, total costs reduced by 8.9% or \$251,000 against the prior year. Job Keeper support of \$289,000 was received in the six months to 31 December 2020.

FOREIGN EXCHANGE – IMPACT ON RESULTS

The Australian dollar has depreciated by 3.65% against the US dollar since 30 June 2021. The rate was \$0.7256 at 31 December against a rate of \$0.7531 as at 30 June 2021. The decrease in the value of the Australian dollar has meant that Beyond has recorded a total foreign exchange gain for the six-month period of \$165,200 (2020: loss \$671,862). This loss is allocated to the operating segments as follows, broken down into realised and unrealised components:

Item	Segment	Dec-21	Dec-20	Movement	
		\$	\$	\$	%
Realised gain / (loss)	Distribution / TV	38,706	(241,170)	279,876	116%
Unrealised gain / (loss)	Distribution / TV	58,291	-	58,291	-
Realised gain / (loss)	Production	13,190	(8,845)	22,036	249%
Unrealised gain / (loss)	Production	21,150	22,763	(1,613)	7%
Realised gain / (loss)	Other	14,134	(46,755)	60,889	130%
Unrealised gain / (loss)	Other	19,728	(397,855)	417,583	105%
Total FX Gain/(loss)		165,200	(671,862)	837,062	(125%)

DIVIDEND

The Directors have decided to not declare any Dividend during the period.

A handwritten signature in black ink, appearing to read "Mikael Borglund". The signature is written in a cursive style with a large, stylized initial 'M' and 'B'.

Mikael Borglund
CEO & Managing Director
28 February 2022

ABOUT BEYOND

Beyond International Limited (ASX:BYI) is a leading international producer and manager of media content for distribution internationally by means of multiple platforms including AVOD, SVOD and broadcast.

Beyond has two operating business segments – international media production and media rights management and distribution.

Beyond is a leading international production company with more than 5,000 hours of global television produced to date. Based in Los Angeles, London and Sydney, its programs have won multiple Emmy Awards across several genres, with a focus on factual entertainment, premium documentary programs and drama series. Beyond is currently in production on its fourth original series with Netflix and new commissions with Hulu, Disney+ and National Geographic.

Television series produced by Beyond include Mythbusters, White Rabbit Project, My Lottery Dream Home, Pooch Perfect, Love It Or List It Australia, Deadly Women, Troppo and Halifax Retribution.

Beyond's international distribution business manages and markets an extensive program catalogue sourced from third party producers and inhouse production. The Company has a management team with vast experience in rights acquisition, management and exploitation.

Beyond licenses programming to multiple platforms throughout the world including AVOD, SVOD and broadcast. The growth in direct-to-consumer internet distribution has led to an increase in demand for quality content across multiple platforms. The business is headquartered in Dublin, with offices in London and Sydney.

This announcement is made pursuant to Listing Rule 4.1 & 3.1.

All enquiries should be directed to:

Mr Mikael Borglund. Managing Director, Beyond International Limited
Telephone 02 9437 2000 or email investor_relations@beyond.com.au

DIRECTORS' REPORT

Your directors submit the financial report of the consolidated entity for the half-year ended 31 December 2021.

Directors

The names of directors who held office during or since the end of the half-year:

Ian Ingram – Non-Executive Chairman
Mikael Borglund – Managing Director
Ian Robertson – Non-Executive Director
Anthony Lee – Non-Executive Director

Review of Operations

During the period the Company completed the disposal of the digital marketing company (Beyond D). This finalises the stated strategy to simplify the business and directing resources to media production and international rights management and exploitation.

Operating revenue from continuing operations for the six months decreased by 34.8% to \$34,163,000.

The international distribution business (Beyond Rights) performed above expectations by contributing net profit before tax of \$4,057,000 in the current period compared to \$2,818,000 in the December 2020 period.

An EBIT from continuing operations of \$2,070,000 was delivered for the six months compared to EBIT of \$1,905,000 in the corresponding reporting period last year.

The decrease in revenues and net profit before tax compared to the prior corresponding year was mainly due to delays in commencing production of programmes and the withdrawal of government support in prior year of \$1,634,000.

Earnings per share were 1.88 cents compared to a 2.40 cents last period.

Net cash flows from operating activities decreased by \$13,410,000 to negative \$542,000 compared to the previous corresponding period. The decrease in cash is due to Production license fees were received in advance of production commencing in December 2020 which resulted in the cash balance increasing in prior year. These funds were expended on production costs in 2021.

Television Production and Copyright

Television production and copyright revenue reduced by \$15,277,000 to \$11,406,000 compared to the prior corresponding period. The decline was attributable to delays in commencing programmes due to covid restrictions, longer lead times in commissioning and domestic and international travel restrictions.

EBIT for the segment is \$382,000 compared to EBIT of \$2,485,000 in the 2020 period.

With further easing of restrictions announced and programming now commissioned the division expecting to improve its performance.

TV and Film Distribution (Beyond Distribution)

EBIT for the segment is \$4,057,000 compared to \$2,818,000 in the 2020 period. This is a result of exploiting undervalued program assets to the SVOD/AVOD customer base

The 2020 result includes a one-off non-recurring restructuring charge of \$677,000 when merging TCB Media Rights and Beyond Distribution in 2020/21.

Distribution revenue reduced to \$23,131,000 compared to the corresponding period to December 2020 of \$25,489,000.

Home Entertainment Subsidiary (BHE)

The subsidiary reported an operating profit of \$31,000 (2020: \$90,000).

Digital Marketing Subsidiary (Beyond D)

On the 29th November the Company was sold. In the five months of trading Beyond D revenues were \$2,746,000. In the previous corresponding period of \$2,225,000. Revenues included \$372,000 of Job keeper and New Zealand Government support in prior period.

EBIT for the trading period was negative \$262,000 and loss on sale of \$475,000 compared to negative \$367,000 for the prior corresponding period.

Dividends

The Directors have decided not to declare any Interim Dividend.

Rounding of Amounts

The amounts contained in this report have been rounded to the nearest \$1,000 (where rounding is applicable) under the option available to the Company under ASIC Corporations (Rounding in the Financial/Director's Reports) Instruments 2016/191. The Company is an entity which the Legislative Instrument applies.

Auditors

We have received a declaration from the auditor, BDO, of their independence, which is attached to this Directors' Report.

The report is signed in accordance with a resolution of the Board of Directors.

A handwritten signature in black ink, appearing to read "Mikael Borglund". The signature is fluid and cursive, with a prominent vertical stroke at the end.

Mikael Borglund
CEO & Managing Director

Dated: 28 February 2022

DECLARATION OF INDEPENDENCE BY JOHN BRESOLIN TO THE DIRECTORS OF BEYOND INTERNATIONAL LIMITED

As lead auditor for the review of Beyond International Limited for the half-year ended 31 December 2021, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Beyond International Limited and the entities it controlled during the period.



John Bresolin
Director

BDO Audit Pty Ltd

Sydney, 28 February 2022

BEYOND INTERNATIONAL LIMITED AND ITS CONTROLLED ENTITIES
ABN 65 003 174 409
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Note	Consolidated Entity	
		31 Dec 2021 \$000's	31 Dec 2020 \$000's
Revenue from continuing operations		34,163	52,428
Other income		780	1,330
		<hr/>	<hr/>
Royalty expense		13,615	17,126
Production costs		7,968	22,150
Home entertainment direct costs		-	18
Administration costs		1,820	2,285
Employee benefits expense		7,519	7,251
Finance costs		212	219
Provisions		-	73
Depreciation, amortisation, impairment and write-down of content assets expense		1,951	2,276
Net foreign exchange loss		-	672
Loss on disposal of property, plant and equipment		-	4
		<hr/>	<hr/>
Profit before income tax from continuing operations		1,858	1,686
Income tax expense		(684)	(281)
		<hr/>	<hr/>
Profit after income tax for the period from continuing operations		1,174	1,405
Loss from discontinued operations, net of tax	9	(737)	(367)
		<hr/>	<hr/>
Profit after income tax for the period		437	1,038
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Foreign currency translation		178	(177)
		<hr/>	<hr/>
Other comprehensive income/(loss) for the period, net of tax		178	(177)
		<hr/>	<hr/>
Total comprehensive income for the period		615	861
Profit is attributable to:			
Owners of Beyond International Limited		414	1,106
Non-controlling interest		23	(68)
		<hr/>	<hr/>
		437	1,038
		<hr/>	<hr/>
Total comprehensive income for the period is attributable to:			
Owners of Beyond International Limited - continuing operations		1,329	1,296
Owners of Beyond International Limited - discontinued operations, net of tax		(737)	(367)
Non-controlling interest		23	(68)
		<hr/>	<hr/>
		615	861
		<hr/>	<hr/>
Earnings per share attributable to the owners of Beyond International Limited		Cents	Cents
Basic and diluted earnings per share from continuing operations		1.88	2.40
Basic and diluted earnings per share		0.67	1.80
Loss per share from discontinued operations		(1.20)	(0.60)

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

BEYOND INTERNATIONAL LIMITED AND ITS CONTROLLED ENTITIES
ABN 65 003 174 409
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021

	Note	Consolidated Entity	
		31 Dec 2021 \$000's	30 Jun 2021 \$000's Restated *
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		4,895	6,442
Trade and other receivables		32,299	29,304
Current tax receivables		543	510
Inventories		400	410
Other current assets	4	19,303	20,381
		57,440	57,047
Assets of disposal group classified as held for sale		-	1,679
TOTAL CURRENT ASSETS		57,440	58,727
NON-CURRENT ASSETS			
Trade and other receivables		872	1,975
Property plant and equipment		632	697
Right-of-use assets		1,287	1,534
Intangible assets	5	563	664
Deferred tax assets		2,619	3,259
Other non-current assets	4	7,864	8,280
		13,837	16,409
TOTAL NON-CURRENT ASSETS		13,837	16,409
TOTAL ASSETS		71,277	75,136
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		6,617	7,670
Employee benefits		3,626	3,790
Current tax liabilities		222	404
Other financial liabilities		-	255
Lease liabilities		1,018	1,010
Other current liabilities	6	29,381	30,546
Borrowings		6,612	6,966
		47,476	50,641
Liabilities directly associated with assets classified as held for sale		-	1,178
TOTAL CURRENT LIABILITIES		47,476	51,819
NON-CURRENT LIABILITIES			
Deferred tax liabilities		1,323	1,234
Employee benefits		165	158
Lease liabilities		476	772
Other non-current liabilities	6	136	67
		2,100	2,231
TOTAL NON-CURRENT LIABILITIES		2,100	2,231
TOTAL LIABILITIES		49,576	54,050
NET ASSETS		21,701	21,086
EQUITY			
Issued capital		34,018	34,018
Reserves		(975)	(1,153)
Accumulated losses		(11,784)	(12,194)
Non-controlling interests		442	415
TOTAL EQUITY		21,701	21,086

* refer note 2 for details regarding comparative financial information being reclassified.
The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

BEYOND INTERNATIONAL LIMITED AND ITS CONTROLLED ENTITIES
ABN 65 003 174 409
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Issued capital	Reserves	Accumulated losses	Total	Non-controlling interests	Total equity
	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's
Balance at 01 July 2021	34,018	(1,153)	(12,194)	20,671	415	21,086
Profit for the period	-	-	414	414	23	437
Other comprehensive income for the period, net of tax	-	178	-	178	-	178
Total comprehensive income for the period	-	178	414	592	23	615
Transactions with owners in their capacity as owners:						
Minority interest losses transferred on cessation of operations.	-	-	(4)	(4)	4	-
Balance at 31 December 2021	34,018	(975)	(11,784)	21,259	442	21,701
Balance at 01 July 2020	34,018	(623)	(12,647)	20,748	300	21,048
Profit for the period	-	-	1,106	1,106	(68)	1,038
Other comprehensive income/(loss) for the period, net of tax	-	(177)	-	(177)	-	(177)
Total comprehensive income/(loss) for the period	-	(177)	1,106	929	(68)	861
Balance at 31 December 2020	34,018	(800)	(11,541)	21,677	232	21,909

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

BEYOND INTERNATIONAL LIMITED AND ITS CONTROLLED ENTITIES
ABN 65 003 174 409
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Note	Consolidated Entity	
		31 Dec 2021 \$000's	31 Dec 2020 \$000's
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers (inclusive of GST)		34,877	61,370
Payments to suppliers and employees (inclusive of GST)		(35,338)	(49,526)
Receipts from government grants		-	1,792
Interest received		144	-
Finance costs paid		(212)	(225)
Income tax paid (net of refunds)		(13)	(542)
Net cash (used in)/provided by operating activities		(542)	12,869
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(77)	(171)
Investment in websites and databases		(54)	(29)
Proceeds from disposal of subsidiary	9	(24)	-
Payments for investments and joint venture		-	406
Payments for purchase of business, net of cash acquired		-	3,048
Investments in development projects		92	(381)
Net cash flows (used in)/provided by in investing activities		(63)	2,874
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of borrowings (net)		(527)	(5,066)
Lease principal repayments		(527)	(996)
Net cash flows (used in) financing activities		(1,054)	(6,062)
Net (decrease)/increase in cash held		(1,659)	9,681
Cash and cash equivalents at the beginning of the financial period		3,942	8,183
Cash and cash equivalents at the end of the financial period		2,283	17,864
Reclassification of bank overdraft		2,612	-
		4,895	17,864

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

**BEYOND INTERNATIONAL LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2021**

NOTE 1: CORPORATE INFORMATION

The financial report of Beyond International Limited and its controlled entities for the half-year ended 31 December 2021 was authorised for issue in accordance with a resolution of the directors on 24 February 2022.

Beyond International Limited is a company limited by shares, incorporated and domiciled in Australia whose shares are publicly traded on the Australian Securities Exchange.

NOTE 2: BASIS OF PREPARATION

The half-year financial report has been prepared in accordance with the Corporations Act 2001, applicable Accounting Standards, including AASB 134 'Interim Financial Reporting' and other mandatory professional reporting requirement, as appropriate for-profit oriented entities.

The half-year financial report does not include notes of the type normally included in an annual financial report and therefore cannot be expected to provide as full an

The same accounting policies and methods of computation have been followed in these half-year financial statements as compared with the most recent annual financial statements, unless otherwise stated.

Rounding of amounts

The amounts contained in this report have been rounded to the nearest \$1,000 (where rounding is applicable) under the option available to the Company under ASIC Corporations (Rounding in the Financial/Director's Reports) Instruments 2016/191. The Company is an entity which the Legislative Instrument applies.

Significant changes in the current reporting period

There have been no significant changes in the current reporting period.

Overview of operations

For the period ended 31 December 2021, the Group recorded EBITDA of \$4,021,000 (2020: \$4,180,000) with a profit after tax for the period of \$437,000 compared to \$1,038,000 in respect to the previous corresponding period. The Group also generated operating cash outflows of \$542,000(2020: cash inflows of \$12,869,000) and had cash reserves of \$2,283,000 as at 31 December 2021 (2020: \$17,864,000).

Accordingly, the directors are confident the Group will continue as a going concern and therefore the consolidated financial report has been prepared on a going concern basis.

Reclassification of comparatives

There was no reclassification of comparatives done during the preparation of the financial statements for the current half year .

Correction of error in intercompany balances elimination

During the preparation of the financial statements for the current half year, a restatement between categories of current assets and current liabilities was performed in order to correct an error in elimination of intercompany balances. The details of the restatement have been noted in the table below.

	Reported 30-Jun-21 \$000's	Movement \$000's	Restatement 30-Jun-21 \$000's
Balance sheet (extract)			
Trade and other receivables	30,545	(1,241)	29,304
Trade and other payables	8,911	(1,241)	7,670

BEYOND INTERNATIONAL LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

NOTE 3: Dividends paid

No dividend was paid in relation to half year ended 31 December 2021 (30 June 2021: no dividend was paid).

NOTE 4: Other assets

Current

	31 Dec 2021	30 Jun 2021
	\$000's	\$000's
Capitalised development costs	4,331	4,080
Less: deferred revenue	(2,005)	(1,553)
	2,326	2,527
Distribution advances	35,351	35,125
Write down of distribution advances	(20,795)	(20,556)
	14,556	14,569
Capitalised production costs	1,683	2,845
Prepayments and other assets	737	440
	2,421	3,285
	19,303	20,381

Non-current

Investments in Production and 3rd party copyright	3,715	3,951
Capitalised production costs	4,149	4,329
	7,864	8,280

NOTE 5: Intangible assets

Patents and licenses - at cost	862	862
Less: Accumulated amortisation and impairment	(425)	(281)
	438	581
Websites and databases - at cost	462	408
Less: Accumulated amortisation and impairment	(337)	(325)
	125	83
Goodwill - at cost	3,470	3,470
Less: Accumulated amortisation and impairment	(3,470)	(3,470)
	-	-
	563	664

**BEYOND INTERNATIONAL LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2021**

	31 Dec 2021 \$000's	30 Jun 2021 \$000's
NOTE 6: Other liabilities		
Current (unsecured)		
Deferred revenue	4,813	5,619
GST payable	145	96
Producer share payable	24,327	24,736
Other	96	95
	<u>29,381</u>	<u>30,546</u>
Non-current (unsecured)		
Producer share payable	136	66
	<u>136</u>	<u>66</u>

NOTE 7: Financial assets and liabilities

As at 31 December 2021, the Group had no financial assets or liabilities held at fair value (30 June 2021: \$ nil). The carrying amount of current trade receivables and trade and other payables are assumed to approximate their fair values due to their short-term nature.

Fair values of financial instruments not measured at fair value

The following financial instruments are not measured at fair value in the statement of financial position. These had the following fair values as at 31 December 2021:

	Carrying Amount \$'000	Fair Value \$'000
NON-CURRENT ASSETS		
Trade and other receivables	872	830
	<u>872</u>	<u>830</u>
NON-CURRENT LIABILITIES		
Other non-current liabilities	135	129
	<u>135</u>	<u>129</u>

Due to their short-term nature, the carrying amounts of cash and cash equivalents, current receivables and current trade and other payables are assumed to approximate their fair value. A discount rate of 4.98% has been applied to all non-current trade and other receivables and other non-current liabilities to determine fair value.

NOTE 8: Contingent assets and liabilities

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

**BEYOND INTERNATIONAL LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2021**

NOTE 9: Discontinued operations

On 29 November 2021 Beyond International Limited sold its 100% interest in Beyond D Pty Ltd and Beyond D (NZ) Limited which are the only operations presented as discontinued operations in the half year results. Beyond D Pty Ltd and Beyond D (NZ) Limited were classified as held for sale in June 2021.

The post-tax loss on disposal of discontinued operations was determined as follows:

	31 Dec 2021 \$000's
Cash consideration received	50
Other consideration	6
Total consideration received (refer to (a) below)	<u>56</u>
Cash disposed of	(133)
Net cash inflow on disposal of discontinued operation	<u>(77)</u>
<i>Net assets disposed (other than cash):</i>	
Trade and other receivables	(1,579)
Other assets	(20)
Property plant and equipment	(12)
Right-of-use assets	(49)
Deferred tax assets	(481)
Trade and other payables	1,052
Employee benefits	630
Lease liabilities	61
	<u>(398)</u>
Pre-tax loss on disposal of discontinued operation	(475)
Related tax expense	-
Loss on disposal of discontinued operation	<u>(475)</u>

	31 Dec 2021 \$000's	31 Dec 2020 \$000's
Result of discontinued operations		
Revenue	2,746	2,225
Other income	228	371
Expenses other than finance costs	(3,234)	(3,037)
Finance costs	(2)	(6)
Tax (expense)/credit	-	80
Loss on selling of discontinued operations after tax	(475)	-
Loss for the year	<u>(737)</u>	<u>(367)</u>

Statement of cash flows

The statement of cash flows includes the following amounts relating to discontinued operations:

Operating activities	(18)	19
Financing activities	(43)	(53)
Net cash from discontinued operations	<u>(61)</u>	<u>(34)</u>

	31 Dec 2021 \$000's
(a) Total consideration received	
Cash received	50
Settlement of pre-disposal balances	(74)
Net cash outflow- investing activities	(24)
Deferred consideration *	80
Total consideration	<u>56</u>

* Deferred consideration include 70% of 90 day debtors recouped and four, 6 monthly payments of \$125,000 each subject to Beyond D achieving certain revenue targets. The deferred consideration resulting from debtors was assessed at a fair value of \$80,000 whereas that from future revenues was considered to be nil at disposal.

**BEYOND INTERNATIONAL LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2021**

NOTE 10: Subsequent Events

No other matter or circumstance has arisen since 31 December 2021 that has significantly affected, or may significantly affect the group's operations, the result of those operations, or the Group's state of affairs in future periods.

NOTE 11: Segment Information

Management has determined the operating segments based on the reports reviewed by the Board that are used to make strategic decisions. The Board considers the business on a global basis in the following four operating divisions:

TV Production and Copyright

Production of television programming and ownership of television product copyright.

Film and Television Distribution

International distribution of television programmes and feature films.

Home Entertainment

Distribution of DVDs Australia and New Zealand.

Digital Marketing

Online search optimisation, website creation, development and performance and online media sales within Australia and New Zealand. This segment has been discontinued (Note 9).

Unallocated Corporate Expense

Includes the parent entity, centralised administrative support services to the group comprising legal and business affairs, finance and human resources, in addition to internet development. None of these activities constitute a separately reportable business segment.

BEYOND INTERNATIONAL LIMITED AND CONTROLLED ENTITIES
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

NOTE 11 - Segment information (Cont'd)

	TV Production & Copyright		Film & Television Distribution		Home Entertainment		Digital Marketing *		Other & Inter Segment Eliminations		Consolidation	
	31 Dec 2021 \$000's	31 Dec 2020 \$000's	31 Dec 2021 \$000's	31 Dec 2020 \$000's	31 Dec 2021 \$000's	31 Dec 2020 \$000's	31 Dec 2021 \$000's	31 Dec 2020 \$000's	31 Dec 2021 \$000's	31 Dec 2020 \$000's	31 Dec 2021 \$000's	31 Dec 2020 \$000's
REVENUE												
External revenues excluding fx, interest	11,002	26,683	23,131	25,489	30	257	2,746	2,225	-	-	36,909	54,654
Other income	404	819	-	77	1	78	228	372	-	329	632	1,674
Other segments	1,084	2,231	-	-	-	-	-	-	(1,084)	(2,231)	-	-
Total revenue	12,490	29,733	23,131	25,566	31	335	2,974	2,597	(1,084)	(1,902)	37,541	56,328
Result before fx, interest and depreciation, amortisation and write-down	1,451	3,330	4,233	3,435	31	90	(533)	(394)	(2,157)	(2,003)	3,024	4,457
Depreciation, amortisation and write-down of content assets	(1,062)	(845)	(176)	(617)	1	-	(39)	(46)	(714)	(814)	(1,990)	(2,322)
Impairment of assets	-	-	-	-	-	-	-	-	-	-	-	-
Result before interest & fx	389	2,485	4,057	2,818	32	90	(572)	(440)	(2,871)	(2,817)	1,034	2,135
Net interest expense											(71)	(224)
Foreign exchange gain / (loss)											165	(672)
Profit/(loss) before income tax											1,128	1,239
Income tax expense											(691)	(201)
Profit/(loss) after income tax											437	1,038
Non-controlling interest portion of the loss											(23)	68
Profit/(loss) for the year											414	1,106

	TV Production & Copyright		Film & Television Distribution		Home Entertainment		Digital Marketing *		Other & Inter Segment Eliminations		Consolidation	
	31 Dec 2021 \$000's	31 Dec 2020 \$000's	31 Dec 2021 \$000's	31 Dec 2020 \$000's	31 Dec 2021 \$000's	31 Dec 2020 \$000's	31 Dec 2021 \$000's	31 Dec 2020 \$000's	31 Dec 2021 \$000's	31 Dec 2020 \$000's	31 Dec 2021 \$000's	31 Dec 2020 \$000's
Geographical Regions												
Australia	3,777	6,795	3,476	507	30	301	2,016	1,632	-	(1,021)	9,299	8,213
North America	7,120	16,038	9,569	8,363	-	-	-	-	-	-	16,689	24,401
Europe	1,593	6,900	6,140	15,503	-	-	-	-	(1,084)	(881)	6,649	21,522
Rest of World	-	-	3,946	1,193	-	34	958	965	-	-	4,904	2,192
	12,490	29,733	23,131	25,566	30	335	2,974	2,597	(1,084)	(1,902)	37,541	56,328

	TV Production & Copyright		Film & Television Distribution		Home Entertainment		Digital Marketing *		Other & Inter Segment Eliminations		Consolidation	
	31 Dec 2021 \$000's	31 Dec 2020 \$000's	31 Dec 2021 \$000's	31 Dec 2020 \$000's	31 Dec 2021 \$000's	31 Dec 2020 \$000's	31 Dec 2021 \$000's	31 Dec 2020 \$000's	31 Dec 2021 \$000's	31 Dec 2020 \$000's	31 Dec 2021 \$000's	31 Dec 2020 \$000's
Timing of Revenue Recognition												
Goods transferred at a point in time	-	-	23,131	25,566	30	335	-	-	-	-	23,161	25,901
Services transferred over time	12,490	29,733	-	-	-	-	2,974	2,597	(1,084)	(1,902)	14,380	30,427
	12,490	29,733	23,131	25,566	30	335	2,974	2,597	(1,084)	(1,902)	37,541	56,328

* This segment has been discontinued (Note 9)

BEYOND INTERNATIONAL LIMITED AND ITS CONTROLLED ENTITIES DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Beyond International Limited, we state that:

In the opinion of the directors:

- (a) the accompanying financial statements and notes of the consolidated entity as set out on pages 16 to 25 are in accordance with the Corporations Act 2001 and;
 - (i) give a true and fair view of the financial position at 31 December 2021 and the performance for the half-year ended on that date of the consolidated entity; and
 - (ii) comply with Australian Accounting Standard AASB 134 "Interim Financial Reporting" and the Corporations Regulations 2001; and

- (b) there are reasonable grounds to believe that the consolidated entity will be able to pay its debts as and when they become due and payable.

On behalf of the Board

A handwritten signature in black ink, appearing to read "Mikael Borglund". The signature is written in a cursive style with a long, sweeping tail on the final letter.

Mikael Borglund
Managing Director

28 February 2022
Sydney

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Beyond International Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Beyond International Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2021, the consolidated statement of profit or 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, a summary of statement of accounting policies 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 accompanying half-year financial report of the Group does not comply with the *Corporations Act 2001* including:

- (i) Giving a true and fair view of the Group's financial position as at 31 December 2021 and of its financial performance for the half-year ended on that date; and
- (ii) 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 and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the 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 the same terms if given to the directors as at the time of this auditor's review report.

Responsibility of the directors for the 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 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 half-year 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 half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2021 and its financial 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 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.

BDO Audit Pty Ltd

A handwritten signature in black ink, appearing to read 'John Bresolin'. The signature is written in a cursive style with a large initial 'J'.

John Bresolin
Director

Sydney, 28 February 2022