

HIREMII LIMITED

ABN 48 642 994 214

APPENDIX 4E

PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2021

1. Results for announcement to the market

Current reporting period: Year ended 30 June 2021

Previous corresponding period: Year ended 30 June 2020

	Amount \$	% change up(+)/down(-)
Revenue from ordinary activities	6,954,679	+10.6%
Loss from ordinary activities after tax attributable to members	(3,810,114)	+99%
Net loss for the year attributable to members	(3,810,114)	+99%

2. Dividend information

The directors did not recommend the payment of a dividend for the financial year ended 30 June 2021 (2020: Nil).

3. Net tangible assets per security

	2021 (cents)	2020 (cents)
Net tangible asset backing per ordinary share	5.1	(2.3)

As at 30 June 2021 the number of shares on issue was 69,300,505 (2020: 56,325,975).

4. Details of entities over which the company has control

	Interest	Date of gain of control
Hiremii Recruitment Pty Ltd	100%	27 July 2020
Hiremii Technology Pty Ltd	100%	27 July 2020
Oncontractor Pty Ltd	100%	19 February 2021

5. Audit

This report is based on financial statements which are in the process of being audited by RSM Australia Partners.

For personal use only

6. Commentary on the results

Revenue from ordinary activities for the year was \$6,954,679. This compared with the revenue of \$6,288,074 for the year ended 30 June 2020, an increase of 10.6%.

During the year, Hiremii Limited acquired all the issued capital of Oncontractor Pty Ltd and established two more wholly owned subsidiaries, Hiremii Technology Pty Ltd and Hiremii Recruitment Pty Ltd. The Group achieved a net loss after tax of \$3,810,114. This compared with a net loss of \$1,912,042 for the year ended 30 June 2020, an increase of 99%.

Net cash inflows of \$2,225,316 were attributable to \$5,322,947 received through capital raisings (net of share issue expenses), offset by \$3,504,194 in net operating outflows and purchase of plant and equipment of \$21,566.

At year end, the Company had \$4,206,433 in cash reserves (30 June 2020: \$1,981,117).

Detailed commentary on the results for the year will be contained in the annual financial report to be lodged before 30 September 2021.

7. Attachments

The Preliminary Financial Report of Hiremii Limited for the year ended 30 June 2021 is attached.

8. Signed



Signed _____

Alison Gaines

Chair

Perth, August 2021

Hiremii Limited
Preliminary statement of comprehensive income
As at 30 June 2021

	2021	2020
	\$	\$
Revenue from continuing operations	6,954,679	6,288,074
Expenses		
Operating expenses	(6,287,970)	(5,627,682)
Employee benefit expense	(1,631,827)	(659,224)
Research and development expense	(921,889)	(667,932)
Professional and consulting fees	(603,278)	(325,182)
Share based payment expense	(388,830)	(330,646)
Depreciation and amortisation expense	(77,018)	(80,158)
Other expenses	(676,368)	(364,198)
Finance costs	(177,613)	(145,094)
Loss before income tax expense from continuing operations	(3,810,114)	(1,912,042)
Income tax expense	-	-
Loss after income tax expense for the year	(3,810,114)	(1,912,042)
Other comprehensive income for the year, net of tax	-	-
Total comprehensive loss for the year	<u>(3,810,114)</u>	<u>(1,912,042)</u>
	Cents	Cents
Losses per share from continuing operations attributable to the owners of Hiremii Limited		
Basic loss per share	<u>16.13</u>	<u>14.14</u>

Hiremii Limited
Preliminary statement of financial position
As at 30 June 2021

	2021	2020
	\$	\$
Assets		
Current assets		
Cash and cash equivalents	4,206,433	1,981,117
Trade and other receivables	312,766	956,000
Other current receivables	255,127	185,410
Total current assets	<u>4,774,326</u>	<u>3,122,527</u>
Non-current assets		
Property, plant and equipment	27,138	14,206
Right-of-use assets	59,190	127,573
Total non-current assets	<u>86,328</u>	<u>141,779</u>
Total assets	<u>4,860,654</u>	<u>3,264,306</u>
Liabilities		
Current liabilities		
Trade and other payables	1,117,245	1,972,091
Employee benefits	64,839	34,797
Lease liability	43,854	63,812
Total current liabilities	<u>1,225,938</u>	<u>2,070,700</u>
Non-current liabilities		
Borrowings	-	2,285,000
Lease liabilities	27,661	71,515
Total non-current liabilities	<u>27,661</u>	<u>2,356,515</u>
Total liabilities	<u>1,253,599</u>	<u>4,427,215</u>
Net assets	<u>3,607,055</u>	<u>(1,162,909)</u>
Equity		
Issued capital	9,581,439	1,631,692
Reserves	950,976	320,645
Accumulated losses	(3,115,246)	(1,203,204)
Current year losses	(3,810,114)	(1,912,042)
Total equity	<u>3,607,055</u>	<u>(1,162,909)</u>

Hiremii Limited
Preliminary statement of changes in equity
As at 30 June 2021

Consolidated	Issued capital \$	Other equity \$	Reserves \$	Accumulated losses \$	Total equity \$
Balance at 1 July 2019	976,712	194,000	-	(1,203,204)	(32,492)
Loss after income tax expense for the year	-	-	-	(1,912,042)	(1,912,042)
Other comprehensive income for the year, net of tax	-	-	-	-	-
Total comprehensive loss for the year	-	-	-	(1,912,042)	(1,912,042)
Issue of ordinary shares, net of transaction costs	644,980	(194,000)	-	-	450,980
Share based payments	10,000	-	320,645	-	330,645
Balance at 30 June 2020	<u>1,631,692</u>	<u>-</u>	<u>320,645</u>	<u>(3,115,246)</u>	<u>(1,162,909)</u>

Refer to note 3 for detailed information on Restatement of comparatives.

Consolidated	Issued capital \$	Other equity \$	Reserves \$	Accumulated losses \$	Total equity \$
Balance at 1 July 2020	1,631,692	-	320,645	(3,115,246)	(1,162,909)
Loss after income tax expense for the year	-	-	-	(3,810,114)	(3,810,114)
Other comprehensive income for the year, net of tax	-	-	-	-	-
Total comprehensive loss for the year	-	-	-	(3,810,114)	(3,810,114)
Issue of ordinary shares, net of transaction costs	7,779,747	-	630,331	-	8,410,078
Share-based payments	170,000	-	-	-	170,000
Balance at 30 June 2021	<u>9,581,439</u>	<u>-</u>	<u>950,976</u>	<u>(6,925,360)</u>	<u>3,607,055</u>

Hiremii Limited
Preliminary statement of cash flows
For the year ended 30 June 2021

	Consolidated	
	2021	2020
	\$	\$
Cash flows from operating activities		
Receipts from customers (inclusive of GST)	7,604,111	5,801,328
Payments to suppliers and employees (inclusive of GST)	<u>(11,057,005)</u>	<u>(6,651,942)</u>
	(3,452,894)	(850,614)
Other revenue	-	35,962
Interest received	152	-
Finance costs paid	<u>(51,452)</u>	<u>-</u>
Net cash from operating activities	<u>(3,504,194)</u>	<u>(814,652)</u>
Cash flows from investing activities		
Payments for property, plant and equipment	<u>(21,566)</u>	<u>(16,789)</u>
Net cash used in investing activities	<u>(21,566)</u>	<u>(16,789)</u>
Cash flows from financing activities		
Proceeds from issue of shares (net of costs)	5,322,947	450,980
Proceeds from borrowings	500,000	2,175,000
Repayment of lease liabilities	<u>(71,871)</u>	<u>(69,822)</u>
Net cash from financing activities	<u>5,751,076</u>	<u>2,556,158</u>
Net increase/(decrease) in cash and cash equivalents	2,225,316	1,724,717
Cash and cash equivalents at the beginning of the financial year	<u>1,981,117</u>	<u>256,400</u>
Cash and cash equivalents at the end of the financial year	<u><u>4,206,433</u></u>	<u><u>1,981,117</u></u>

Basis of preparation

This preliminary final report has been prepared in accordance with ASX Listing Rule 4.3A and the disclosure requirements of ASX Appendix 4E. This report is to be read in conjunction with any public announcements made by Hiremii Limited (Consolidated Entity) during the reporting period in accordance with the continuous disclosure obligations arising under the Corporations Act 2001 and Australian Securities Exchange Listing Rules.

The Preliminary Financial Statements of Hiremii Limited and its controlled entities, comply with International Financial Reporting Standards as issued by the International Accounting Standards Board.

New and Revised Accounting Standards and Interpretations

In the current year, the Consolidated Entity has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to its operations and effective for the current annual reporting period. The adoption of these new and revised Standards and Interpretations has not resulted in a significant or material change to the Consolidated Entity's accounting policies.

Functional and presentation currency

The preliminary financial report is presented in Australian dollars, which is the Consolidated Entity's functional currency.

Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Hiremii Limited ('Company' or 'Parent Entity') as at 30 June 2021 and the results of all subsidiaries for the year then ended. Hiremii Limited and its subsidiaries together are referred to in these financial statements as the 'Consolidated Entity'.

Subsidiaries are all those entities over which the consolidated entity has control. The consolidated entity controls an entity when the consolidated entity is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the consolidated entity. They are de-consolidated from the date that control ceases.

The pooling interest method of accounting is used to account for business combinations by the consolidated entity (refer to Note 1 Business combination under common control – Pooling of interest).

Intercompany transactions, balances and unrealised gains on transactions between entities in the consolidated entity are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the consolidated entity.

Interests in subsidiaries are accounted for at cost, less any impairment, in the parent entity. Dividends received from subsidiaries are recognised as other income by the parent entity and its receipt may be an indicator of an impairment of the investment.

Business Combinations under Common Control – Pooling of Interests

On 19 February 2021, Hiremii Limited, an entity incorporated in July 2020, issued shares exclusively to the existing shareholders of Oncontractor Pty Ltd. All 56,325,975 shares held by the shareholders of Oncontractor were transferred to Hiremii Ltd and Hiremii Ltd issued 14,274,907 ordinary Hiremii shares to those shareholders as full consideration for their Oncontractor shares.

Therefore, these consolidated financial statements combine those of Hiremii Ltd and the commonly controlled entities as at 30 June 2021. Those entities considered to be under common control are:

- Oncontractor Pty Ltd
- Hiremii Recruitment Pty Ltd
- Hiremii Technology Pty Ltd

All entities have a reporting date of 30 June.

The Pooling of Interests method has been adopted to account for the combination as a business combination carried out under common control. This means assets and liabilities of the entities coming under common control have been transferred to the financial statements of Hiremii Ltd at book value without revaluation. There has been no consideration paid by Hiremii Ltd to acquire any of the entities therefore the value of the combined assets is represented as an entry directly to equity with no impact on the Statement of Profit or Loss and Other Comprehensive Income and no goodwill is recognised.

Intercompany transactions, balances and realised gains on transactions between entities in the Group are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

Comparative figures

The financial statements are therefore presented as if the combination of the entities had occurred at the beginning of the comparative period (i.e., as if the entities had always been combined).

Operating segments

The Consolidated Entity has considered the requirements of AASB 8 – Operating Segments and has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision-makers) in assessing performance and determining the allocation of resources.

The Consolidated Entity operates as a single business and geographical segment being Australia. There is no difference between the audited financial report and the internal reports generated for review. The Consolidated Entity is domiciled in Australia and generates revenue from its operations in Australia. All the assets are located in Australia.

Contingent liabilities

The Company has given bank guarantees as at 30 June 2021 of \$22,096 to various landlords.

Matters subsequent to the end of the financial year

The impact of the Coronavirus (COVID-19) pandemic is ongoing, and while it has had no direct impact on the Consolidated Entity up to 30 June 2021, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

No other matter or circumstance has arisen since 30 June 2021 that has significantly affected, or may significantly affect the Consolidated Entity's operations, the results of those operations, or the Consolidated Entity's state of affairs in future financial years.