



L vèl Health Limited
Financial Statements

for the year ending

30 June 2020

Contents
For the Year Ended 30 June 2020

	Page
Financial Statements	
Directors' Report	1
Auditor's Independence Declaration under Section 307C of the Corporations Act 2001	3
Statement of Profit or Loss and Other Comprehensive Income	4
Statement of Financial Position	5
Statement of Changes in Equity	6
Statement of Cash Flows	7
Notes to the Financial Statements	8
Directors' Declaration	13
Independent Audit Report	14

Directors' Report

30 June 2020

The directors present their report on L Vél Health Ltd for the financial year ended 30 June 2020.

General information

Information on directors

The names of each person who has been a director during the year and to the date of this report are:

Margaret Poppelwell

Lisa Hornery

Brian Price (appointed 24 March 2020)

Directors have been in office since the start of the financial year to the date of this report, unless otherwise stated.

Principal activities

The principal activity of L Vél Health Ltd during the financial year was that of providing investors with exposure to the life science and health sectors, through investing in entities in that sector.

No significant changes in the nature of the Company's activity occurred during the financial year.

Operating results and review of operations for the year

Operating results

The loss of the Company for the year amounted to \$7,649 (2019: \$9,707).

Review of operations

A review of the operations of the Company during the financial year and the results of those operations show that the company continued to hold investments in the life science and health sectors.

Other items

Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Company during the year.

Events after the reporting date

Restrictions relating to the COVID-19 pandemic are currently in force and are expected to continue. There have been no material impacts on the operations or financial performance of the Company from these restrictions as at the date of this report.

No other matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

Indemnification and insurance of officers and auditors

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of L Vél Health Ltd.

L Vél Health Ltd
ACN 158 067 586

Directors' Report
30 June 2020

Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the year ended 30 June 2020 has been received and can be found on page 3 of the financial report.

Signed in accordance with a resolution of the Board of Directors:

Director: 
Margaret Poppelwell

Director: 
Lisa Hornery

Dated this 29th day of October 2020

AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF L VÉL HEALTH LTD

As lead auditor of L vél Health Ltd for the year ended 30 June 2020, I declare that, to the best of my knowledge and belief, there have been:

1. no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
2. no contraventions of any applicable code of professional conduct in relation to the audit.

LNP Audit and Assurance Pty Limited



Robert Nielson
Director

Sydney 29 October 2020

Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 30 June 2020

	2020	2019
Note	\$	\$
Administrative expenses	(7,649)	(9,707)
Impairment losses on financial assets	-	-
Loss before income tax	(7,649)	(9,707)
Income tax expense	-	-
Loss from continuing operations	(7,649)	(9,707)
Loss for the year	(7,649)	(9,707)
Other comprehensive income, net of income tax		
Items that will not be reclassified subsequently to profit or loss	-	-
Items that will be reclassified to profit or loss when specific conditions are met	-	-
Total comprehensive loss for the year	(7,649)	(9,707)

Statement of Financial Position
As At 30 June 2020

	Note	2020 \$	2019 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	340	1,189
TOTAL CURRENT ASSETS		340	1,189
NON-CURRENT ASSETS			
Investments	6	735,200	735,200
TOTAL NON-CURRENT ASSETS		735,200	735,200
TOTAL ASSETS		735,540	736,389
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	7	7,173	7,900
TOTAL CURRENT LIABILITIES		7,173	7,900
NON-CURRENT Liabilities			
Trade and other payables	7	42,027	34,500
TOTAL NON-CURRENT LIABILITIES		42,027	34,500
TOTAL LIABILITIES		49,200	42,400
NET ASSETS		686,340	693,989
EQUITY			
Issued capital		1,792,600	1,792,600
Retained earnings		(1,106,260)	(1,098,611)
TOTAL EQUITY		686,340	693,989

The accompanying notes form part of these financial statements.

Statement of Changes in Equity
For the Year Ended 30 June 2020

2020

	Ordinary Shares	Retained Earnings	Total
	\$	\$	\$
Balance at 1 July 2019	1,792,600	(1,098,611)	693,989
Loss attributable to members of the parent entity	-	(7,649)	(7,649)
Balance at 30 June 2020	1,792,600	(1,106,260)	686,340

2019

	Ordinary Shares	Retained Earnings	Total
	\$	\$	\$
Balance at 1 July 2018	1,792,600	(1,088,904)	703,696
Loss attributable to members of the parent entity	-	(9,707)	(9,707)
Balance at 30 June 2019	1,792,600	(1,098,611)	693,989

Statement of Cash Flows
For the Year Ended 30 June 2020

	2020	2019
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Payments to suppliers and employees	<u>(8,376)</u>	<u>(7,907)</u>
Net cash (used in) operating activities	<u>(8,376)</u>	<u>(7,907)</u>
 CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from (repayment of) borrowings	<u>7,527</u>	<u>(9,084)</u>
Net cash provided by/(used in) financing activities	<u>7,527</u>	<u>(9,084)</u>
Net (decrease) in cash and cash equivalents held	(849)	(16,991)
Cash and cash equivalents at beginning of year	<u>1,189</u>	<u>18,180</u>
Cash and cash equivalents at end of financial year	<u>5</u> <u>340</u>	<u>1,189</u>

L Vél Health Ltd

ACN 158 067 586

Notes to the Financial Statements

For the Year Ended 30 June 2020

The financial report covers L Vél Health Ltd as an individual entity. L Vél Health Ltd is a for-profit Company, incorporated and domiciled in Australia.

The functional and presentation currency of L Vél Health Ltd is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the Corporations Act 2001.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

2 Summary of Significant Accounting Policies

(a) Income Tax

The tax expense recognised in the statement of profit or loss and other comprehensive income comprises current income tax expense plus deferred tax expense.

Current tax is the amount of income taxes payable (recoverable) in respect of the taxable profit (loss) for the year and is measured at the amount expected to be paid to (recovered from) the taxation authorities, using the tax rates and laws that have been enacted or substantively enacted by the end of the reporting period. Current tax liabilities (assets) are measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred tax is not provided for the initial recognition of an asset or liability in a transaction that is not a business combination and at the time of the transaction, affects neither accounting profit nor taxable profit (tax loss).

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and losses can be utilised.

Current and deferred tax is recognised as income or an expense and included in profit or loss for the period except where the tax arises from a transaction which is recognised in other comprehensive income or equity, in which case the tax is recognised in other comprehensive income or equity respectively.

(b) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

Notes to the Financial Statements

For the Year Ended 30 June 2020

2 Summary of Significant Accounting Policies

(c) Financial instruments

Recognition

The company determines the classification of its financial instruments at initial recognition in accordance with the categories outlined below and re-evaluates this designation at each financial year-end. When financial instruments are recognised initially, they are measured at fair value, being the transaction price plus, in the case of financial assets and financial liabilities not at fair value through profit or loss, directly attributable transaction costs.

Financial assets measured at fair value through other comprehensive income. Financial assets measured at fair value through other comprehensive income are financial assets that are not classified and measured at amortised cost or as fair value through profit and loss. These equity instruments are not held for trading purposes. Financial instruments at fair value through other comprehensive income are carried in the Statement of Financial Position at fair value with gains or losses recognised in other comprehensive income (financial asset reserve). On disposal, any balance in the financial asset reserve is transferred to retained earnings and is not reclassified to profit or loss.

Financial assets measured at amortised cost. Financial assets measured at amortised cost are non-derivative financial assets which are held to collect the contractual cash flows. The contractual terms of the financial assets give rise to payments on specified dates that are solely payments of principal and interest on the principal amount outstanding. They are included in current assets. The Company's financial assets measured at amortised cost comprise 'trade receivables', 'other receivables' and 'cash and cash equivalents'.

Financial liabilities. The Company's financial liabilities include trade payables and borrowings. These are measured subsequently at amortised cost using the effective interest method. The interest expense is calculated each reporting period by applying the effective interest rate, and the resulting charge is reflected in finance costs on the statement of profit and loss and comprehensive income.

Impairment of financial assets

Expected credit losses are recognised if required for trade receivables (excluding amounts due from brokers held at fair value through profit and loss), cash and cash equivalents and other receivables. Expected credit losses are calculated as the difference between the contractual cash flows that are due to the company and the cash flows that the company expects to receive given the probability of default and loss given default, discounted at the original effective interest rate.

(d) Impairment of non-financial assets

At the end of each reporting period the Company determines whether there is an evidence of an impairment indicator for non-financial assets.

Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss.

L Vél Health Ltd

ACN 158 067 586

Notes to the Financial Statements

For the Year Ended 30 June 2020

(e) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

3 Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

Key estimates - fair value of financial instruments

The Company has certain financial assets which are measured at fair value. Where fair value has not able to be determined based on quoted price, a valuation model has been used. The inputs to these models are observable, where possible, however these techniques involve significant estimates and therefore fair value of the instruments could be affected by changes in these assumptions and inputs.

Going concern

The financial statements have been prepared on a going concern basis.

Funding of L Vél Health Ltd is dependent on the support of Financial Markets Infrastructure Fund Pty Limited. The Directors have received a letter of support from Financial Markets Infrastructure Fund Pty Limited which will ensure that all expenditure of the Company is provided by Financial Markets Infrastructure Fund Pty Limited for at least 12 months from the date of this report. Therefore, the Directors are satisfied that L Vél Health Ltd is a going concern at 30 June 2020.

Notes to the Financial Statements
For the Year Ended 30 June 2020

4 Income Tax Expense

(a) Reconciliation of income tax to accounting profit:

	2020	2019
	\$	\$
Prima facie tax payable on profit from ordinary activities before income tax at 27.5% (2019: 27.5%)	(2,103)	(2,669)
Add:		
Tax effect of:		
- losses not recognised	2,103	2,669
Income tax expense	<u>-</u>	<u>-</u>

5 Cash and Cash Equivalents

	2020	2019
	\$	\$
Cash at bank and in hand	<u>340</u>	<u>1,189</u>

6 Investments

	2020	2019
	\$	\$
Investments at fair value through other comprehensive income	<u>735,200</u>	<u>735,200</u>

7 Trade and Other Payables

	2020	2019
	\$	\$
Current		
Trade payables	<u>7,173</u>	<u>7,900</u>
Non-current		
Loans from related party	<u>42,027</u>	<u>34,500</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The loan from the Company's related party, Financial Markets Infrastructure Fund Pty Limited is non-interest bearing and is not repayable on demand.

8 Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2020 (30 June 2019: None).

L Vél Health Ltd

ACN 158 067 586

Notes to the Financial Statements

For the Year Ended 30 June 2020

9 Events Occurring After the Reporting Date

The financial report was authorised for issue on 29 October 2020 by the Board of Directors.

Due to the current situation in relation to Coronavirus (COVID-19), the business and economic environment is extremely uncertain, which is for example, evidenced by more volatile markets, and uncertainty in asset values. There are currently no expected impacts on the recognition and measurement of assets and liabilities in the Company's 30 June 2020 financial statements. However, due to the uncertainty of current events, the Company cannot estimate the impact these events may have on the Company's financial position, results of operations or cash flows in the future.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company's in future financial years.

10 Statutory Information

The registered office and principal place of business of the company is:

L Vél Health Ltd

Level 1, 7 Bridge Street

Sydney NSW 2000

Directors' Declaration

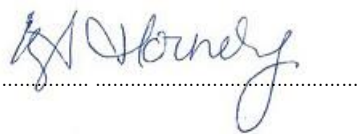
The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 4 to 12, are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Accounting Standards – Reduced Disclosure Requirements; and
 - (b) give a true and fair view of the Company's financial position as at 30 June 2020
2. In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Director: 

Margaret Poppelwell

Director: 

Lisa Hornery

Date: 29 October 2020

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF L VÉL HEALTH LTD

Opinion

We have audited the financial report of L vél Health Ltd, (the Company), which comprises the statement of financial position as at 30 June 2020, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the Directors' Declaration of the Company.

In our opinion:

The financial report of L vél Health Ltd has been prepared in accordance with the *Corporations Act 2001*, including:

1. Giving a true and fair view of the L vél Health Ltd's financial position as at 30 June 2020 and of its financial performance for the year ended on that date; and
2. complying with Australian Accounting Standards – Reduced Disclosure Requirements and the Corporations Regulations 2001.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES110 Code of Ethics for Professional Accountants (including Independence Standards)(the Code) that are relevant to our audit of the financial report in Australia; and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material Uncertainty Relating to Going Concern

We draw attention to Note 3 in the financial report which sets out that the company is dependent on the support of Financial Markets Infrastructure Fund Pty Limited to meet its on-going expenditure. Should this support cease, it may affect the Company's ability to remain a going concern. Our opinion is not modified in respect of this matter.

No adjustments have been made to the financial report relating to the recoverability or classification of the recorded asset amounts and classification of liabilities that maybe necessary should the Company not continue as a going concern.

Other information

The Directors are responsible for the other information. The other information comprises the information included in the annual report for the year ended 30 June 2020, but does not include the financial report and the auditor's report thereon. Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based upon the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Directors' Responsibilities

The Directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the *Corporations Act 2001* and for such internal control as the Directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but, is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Directors' use of the going concern basis of accounting in the preparation of the financial report. We also conclude, based on the audit evidence obtained, whether a material uncertainty exists related to events and conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in the auditor's report to the disclosures in the financial report about the material uncertainty or, if such disclosures are inadequate, to modify the opinion on the financial

report. However, future events or conditions may cause an entity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We are also required to provide the Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

The engagement partner on the audit resulting in this independent auditor's report is Robert Nielson.

LNP Audit and Assurance Pty Limited

A handwritten signature in black ink, appearing to be 'RN', with a long horizontal stroke extending to the right.

Robert Nielson
Director
Sydney

29 October 2020