

Appendix 4D - Half Year Report 31 December 2022

PurifLOH Limited ABN 11 124 426 339

1. Details of the Reporting Period and the previous Corresponding Period

Reporting Period	Half Year Ending 31 December 2022
Previous Corresponding Period	Half Year Ending 31 December 2021

2. Results for announcement to the market

Revenue from Ordinary Activities	-
Previous Corresponding Period	79,090
Percentage Change from Previous Period	(100%)

Loss from Ordinary Activities after Tax	(287,827)
Previous Corresponding Period	(251,780)
Percentage Change from Previous Period	14.32%

Net Loss for the Period attributable to Members	(287,827)
Previous Corresponding Period	(251,780)
Percentage Change from Previous Period	14.32%

The dividend per security	There are no dividends proposed or paid relating to the reporting period.
The record date for determining entitlements	N/A

Brief explanation of any of the figures reported above necessary to enable the figures to be understood:

The Company has reduced its cash outflows substantially compared to previous years. It no longer has ongoing payments to Somnio Global in Detroit with all research being conducted in Australia under the management of Mr. Vigneswaran Appia, as guided by Dr. Alex Sava.

The Company has a debt facility with its major shareholder, Dilato Holdings, on which it is able to draw down as required. As at 31 December 2022 the facility was for a total of A\$3M, repayable by 31 December 2024 (as extended). Of this facility \$744,565 has been drawn down as at 31 December 2022, with \$2,255,435 remaining available for draw down.

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PurifLOH Limited ABN 11 124 426 339

2. Results for announcement to the market (continued)

Earnings per share per security (cents)	
Reporting Period	(0.913)
Previous Period	(0.799)

3. Net Tangible Assets per security (cents)

Reporting Period	(7.97)
Previous Period	(5.13)

4. Control gained over entities

None

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PurifLOH Limited ABN 11 124 426 339

5. Loss of control over entities

None

6. Dividends

Current period

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

Previous period

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

7. Dividend reinvestment plans

None

8. Details of associates and joint venture entities

None

9. Foreign entities

No change since the prior period.

10. Any other significant information

None

11. Audit qualification or review

The financial statements were subject to a review by the auditors and the review report is attached as part of the Half Year Report.

12. Attachments

The Half Year Report of PurifLOH Limited for the half-year ended 31 December 2022 is attached.



Simon Lill

Director

28 February 2023



ABN: 11 124 426 339

FINANCIAL REPORT
FOR THE HALF-YEAR ENDED
31 DECEMBER 2022

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For the half year ended 31 December 2022

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Purifloh Limited

ABN: 11 124 426 339

Directors

Mr. Carl Le Souef (Chairman) (appointed as Chairman on 18 September 2020)

Mr. Jonathan (Jon) Evans (Executive Director)

Dr. Alexei (Alex) Sava (Technical Director)

Mr Simon Lill (Non-Executive Director)

Company Secretary

Mr Simon Lill

Registered Office

Level 3, 2-4 Ross Place,
South Melbourne, Victoria 3205

Telephone : (03) 9673 9690
Facsimile: (03) 9673 9699

Email: corporate@purifloh.com

Website: www.Purifloh.com

Securities Exchange Listing

The Company's securities are listed on the official list of the Australian Securities Exchange Limited.

ASX Stock Code: PO3

Share Registry

Automatic Group

Address: Automatic GPO Box 5193 Sydney NSW 2001

Telephone within Australia: 1300 288 664

Telephone outside of Australia: +61 2 9698 5414

Auditors

PKF Brisbane Audit

Level 6,
10 Eagle Street
BRISBANE QLD 4000

Company Solicitors

Steinepreis Paganin

Level 4, The Read Buildings
16 Milligan Street
PERTH WA 6000

DIRECTORS' REPORT

PuriflOH Limited
Interim Financial Report
For the half year ended 31 December 2022

The Directors of PuriflOH Limited ('the Company') submit herewith the half-year financial report of the consolidated entity consisting of the Company and entities it controlled ('the consolidated entity') for the half-year ended 31 December 2022. In order to comply with the provisions of the Corporations Act 2001, the directors report as follows:

Directors

The following persons held office as directors of PuriflOH Limited during and since the end of the financial period:

Mr Carl Le Souef

Mr Simon Lill

Mr Jonathan Evans

Dr Alexei Sava

REVIEW OF OPERATIONS

The half year to 31 December 2022 has seen the Company continue its efforts towards R&D of the Free Radical Generator ("FRG") technology and commercialization of products based on the FRG technology through work conducted by Senior Technical Manager Mr Vigneswaran Appia with oversight from Technical Director Dr Alex Sava.

The work continues to focus on the development and sales of the Air Conditioning Environmental Remediation Treatment ("ACERT"), both in validation of the product performance through independent laboratory work and in commercialization through continuation of product development and pursuit of preliminary sales and partnerships.

In an effort to expand the product range in Air Purification and to remove regulatory barriers arising from the release of ozone into the environment, the company has developed the "zero ozone" technology showing an improvement in kill rates versus the HEPA filter in common use without the burden of recapturing ozone, which it considers to be a significant advantage.

Further, Mr Appia has continued to work on the potential for surface sterilization beyond the ACERT and into equipment sterilization, whilst water treatment discussions with Osmoflo continue.

The Company has done well to continue to move forward with funding at this stage provided by the major shareholder, Dilato Holdings Pty Ltd. The Company is currently in discussions with Somnio Global and Somnio Holdings as to the rights to the technology as activities by that group towards the FRG have reduced due to the diminished funding by PuriflOH to the Somnio Group.

As part of the relationship discussions with Somnio Global, PuriflOH is also considering other commercialization opportunities around the core FRG Technology for which it does not currently have any rights, such as its potential uses in agriculture.

Auditor's Independence Declaration

A copy of our auditor's independence declaration as required under Section 307C of the Corporations Act 2001, is set out on page 6.

Signed in accordance with a resolution of directors made pursuant to s.306 (3) of the Corporations Act 2001.

On behalf of the Directors



Simon Lill
Director
27 February 2023

AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF PURIFLOH LIMITED

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2022, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (b) no contraventions of any applicable code of professional conduct in relation to the review.

PKF

PKF BRISBANE AUDIT



SHAUN LINDEMANN
PARTNER

28 FEBRUARY 2023
BRISBANE

DIRECTORS' DECLARATION

PurifLOH Limited
Interim Financial Report
For the half year ended 31 December 2022

In accordance with a resolution of the directors of PurifLOH Limited, I declare that:

In the opinion of the directors:

- a) The financial statements and notes set out on pages 10 to 15 are in accordance with the *Corporations Act 2001*, including:
 - i) giving a true and fair view of the consolidated entity's financial position as at 31 December 2022 and of its performance for the half-year then ended; and
 - ii) complying with Accounting Standard AASB134: *Interim Financial Reporting*, and.
- b) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors made pursuant to s.303 (5) of the Corporations Act 2001.

On behalf of the board



Simon Lill
Director
27th day of February 2023

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF PURIFLOH LIMITED

Conclusion

We have reviewed the accompanying half-year financial report of PuriflOh Limited ("the company"), which comprises the consolidated statement of financial position as at 31 December 2022, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes, and the directors' declaration of the consolidated entity, comprising the company and the entities it controlled at the half-year's end or from time to time during the financial half-year.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of PuriflOh Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2022, and of its financial performance for the half-year ended on that date; and
- (b) complying with the Australian 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 consolidated entity 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 our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Independence

In conducting our review, we have complied with the auditor independence requirements of the *Corporations Act 2001*. In accordance with the *Corporations Act 2001*, we have given the directors of the company a written Auditor's Independence Declaration.

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 the Australian Accounting Standards and the *Corporations Regulations 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

PKF Brisbane Audit ABN 33 873 151 348

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Auditor's Responsibilities 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 consolidated entity's financial position as at 31 December 2022 and its performance for the half year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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.

PKF

PKF BRISBANE AUDIT



SHAUN LINDEMANN
PARTNER

28 FEBRUARY 2023
BRISBANE

FINANCIAL STATEMENTS

PurifIOH Limited
Interim Financial Report
For the half year ended 31 December 2022

Consolidated Statement of Profit and Loss and Comprehensive Income

For the half-year ended 31 December 2022

	Note	31 December 2022 \$	31 December 2021 \$
Revenue			
Revenue from continuing operations		-	79,090
Other Income			
Realised FX Gain		22	82
Unrealised FX Gain		140,266	270,657
Total Revenue and Other Income		140,288	349,829
Expenses			
Research and Development – Somnio		-	(79,066)
Amortisation Expense – trade marks		(1,865)	(1,995)
Accounting and audit	4	(76,765)	(76,983)
Other Expenses	4	(313,254)	(424,431)
Finance costs		(36,231)	(19,134)
Total expense		(428,115)	(601,609)
Profit/(Loss) before income tax		(287,827)	(251,780)
Income tax expense		-	-
Net profit/(Loss) for the period		(287,827)	(251,780)
Other Comprehensive Income			
Items that may be reclassified to profit or loss			
Exchange differences on translating foreign operations		(153,826)	(296,528)
Total Comprehensive Income/(Loss) for the period		(441,653)	(548,308)
Attributable to owners of the parent entity		(441,653)	(548,308)
Basic earnings Profit/(loss) per share (cents)		(0.913)	(0.799)
Diluted earnings Profit/(loss) per share (cents)		(0.913)	(0.799)

The accompanying notes form part of these financial statements.

FINANCIAL STATEMENTS

PuriflOH Limited
Interim Financial Report
For the half year ended 31 December 2022

Consolidated Statement of Financial Position

As at 31 December 2022

	Note	31 December 2022 \$	30 June 2022 \$
Assets			
Current Assets			
Cash and cash equivalents	5	21,764	16,912
Other receivables		25,591	7,356
Prepayments		45,327	12,447
Total Current Assets		92,682	36,716
Non-Current Assets			
Intangible assets - trade marks		61,799	63,663
Total Non-Current Assets		61,799	63,663
Total Assets		154,481	100,379
Liabilities			
Current Liabilities			
Trade and other payables	6	1,842,408	1,527,152
Total Current Liabilities		1,842,408	1,527,152
Non-Current Liabilities			
Borrowings – Dilato		822,815	642,315
Total Non-Current Liabilities		822,815	642,315
Total Liabilities		2,665,223	2,169,467
Net Assets/(Liabilities)		(2,510,741)	(2,069,088)
Equity/ (Shareholders' Deficit)			
Contributed equity		84,352,846	84,352,846
Foreign exchange translation reserve		(283,626)	(129,800)
Accumulated losses		(86,579,961)	(86,292,134)
Total Equity/ (Shareholders' Deficit)		(2,510,741)	(2,069,088)

The accompanying notes form part of these financial statements.

FINANCIAL STATEMENTS

PuriflOH Limited
Interim Financial Report
For the half year ended 31 December 2022

Consolidated Statement of Changes in Equity

For the half-year ended 31 December 2021

	Contributed Equity	Foreign Currency Translation Reserve	Accumulated losses	Total
	\$	\$	\$	\$
Balance at 1 July 2021	84,352,846	634,308	(86,055,084)	(1,067,930)
Profit/(Loss) for the period	-	-	(251,780)	(251,780)
Other comprehensive income	-	(296,528)	-	(296,528)
Total comprehensive income (loss) for the period	-	(296,528)	(251,780)	(548,308)
Equity Transactions				
Issue of shares during the year	-	-	-	-
Transaction costs net of tax	-	-	-	-
Balance at 31 December 2021	84,352,846	337,780	(86,306,864)	(1,616,238)

For the half-year ended 31 December 2022

	Contributed Equity	Foreign Currency Translation Reserve	Accumulated losses	Total
	\$	\$	\$	\$
Balance at 1 July 2022	84,352,846	(129,800)	(86,292,134)	(2,069,088)
Profit/(Loss) for the period	-	-	(287,827)	(287,827)
Other comprehensive income	-	(153,826)	-	(153,826)
Total comprehensive income (loss) for the period	-	(153,826)	(287,827)	(441,653)
Equity Transactions				
Issue of shares during the year	-	-	-	-
Transaction costs net of tax	-	-	-	-
Balance at 31 December 2022	84,352,846	(283,626)	(86,579,961)	(2,510,741)

The accompanying notes form part of these financial statements.

FINANCIAL STATEMENTS

PuriflOH Limited
Interim Financial Report
For the half year ended 31 December 2022

Consolidated Statement of Cash Flows

For the half-year ended 31 December 2022

Note	31 December 2022 \$	31 December 2021 \$
Cash flows related to operating activities		
Payments for research and development and other working capital	(162,109)	(365,132)
Net operating cash flows	(162,109)	(365,132)
Cash flows related to financing activities		
Proceeds from borrowings	147,565	386,361
Net financing cash flows	147,565	386,361
Net increase / (decrease) in cash held	(14,544)	21,229
Net foreign exchange differences	19,396	(25,759)
Cash and cash equivalents at beginning of the period	16,912	30,218
Cash and Cash Equivalents at the end of the period	21,764	25,688

The accompanying notes form part of these financial statements.

Notes to the consolidated half-year Financial Statements

1. Reporting Entity

PurifloH Limited ("the Company") is a public company, incorporated in Australia with its registered office at:

Level 3
2 – 4 Ross Place
South Melbourne, Victoria. 3205

The consolidated half-year financial report was authorised for issue in accordance with a resolution of the directors on 27 February 2023.

2. Statement of Accounting Policies

Basis of preparation for the half-year report

This consolidated interim financial report for the half-year ended 31 December 2022 has been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

The group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2022 and any public announcements made by PurifloH Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

Going Concern

The Directors of the Group have prepared the Financial Report of the Group on a going concern basis which contemplates the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business.

The Directors note that the report shows a net loss for the half year period of \$287,827 (2021: net loss of \$251,780) and a net operating cash outflow of \$ 162,109 (2021: outflow of \$ 365,132), and a net current asset deficiency of \$ 1,749,726 (30 June 2022: deficiency of \$ 1,490,436)

Notwithstanding the above, the Directors of the Group believe the going concern assumption remains appropriate.

The continuation of the Group as a going concern is dependent upon its ability to achieve or maintain the following:

- The continued financial support from the Dilato loan facility as outlined below;
- The continued support of creditors;
- The ability to raise additional capital or attract alternate sources of funding; and
- The generation of cash inflows resulting from successful engagement with OEM's.

Dilato Holdings Pty Ltd, a related entity, has provided a finance facility to the Group for a total of \$3,000,000. As at 31 December 2022, \$2,255,435 of this facility remains undrawn. The facility is unsecured, includes an interest rate of 10% and the maturity date is 31 December 2024. The Directors are not aware of any circumstances where this finance facility will not continue to be made available to the Group.

Accordingly, the Directors believe that based on the above, and other strategies implemented, the Group has access to sufficient funding for at least the next 12 months from the date of the Directors' declaration.

Accounting Policies

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

The Group has considered the implications of new or amended Accounting Standards, but determined that their application to the financial statements is either not relevant or not material.

3. Segment Information

In 2018 the Company established a subsidiary in USA (PurifloH USA Incorporated) for the purpose of preparing a base of operations from which the technology will be commercialized and manufactured. At this stage of development, the financial results from this reportable segment are equivalent to the financial statements of the consolidated entity as a whole.

FINANCIAL STATEMENTS

PuriflOH Limited
Interim Financial Report
For the half year ended 31 December 2022

Notes to the consolidated half-year Financial Statements

4. Other Expenses and Accounting Expenses

Other Expenses	31 December 2022 \$	31 December 2021 \$
ASX Fees	27,988	40,730
Share Registry Services	10,796	3,516
Serviced Office	45,000	45,000
Legal Fees	688	2,634
Insurance	33,780	31,197
Directors Fees	151,002	151,002
Consulting - Other	-	93,032
Other	44,000	57,320
Total	313,254	424,431

Accounting and Audit Expenses	31 December 2022 \$	31 December 2021 \$
Accounting Fees	61,400	64,831
Audit Fees	15,365	12,152
Total	76,765	76,983

5. Cash and Cash Equivalents

	31 December 2022 \$	30 June 2022 \$
AUD Accounts	20,456	15,626
USD Accounts	1,308	1,286
Total	21,764	16,912

6. Trade and Other Payables

	31 December 2021 \$	30 June 2022 \$
Trade Payables	53,674	19,356
Accruals	13,900	22,700
USA Trade and Other payables	828,246	805,011
Other Related Parties		
Directors Payable	446,088	295,086
Other Payables	500,500	385,000
Balance	1,842,408	1,527,152

7. Commitments and Contingencies

The Company has an ongoing agreement with Dilato Holdings to provide office space in Melbourne for \$7,500 per month and accounting and administration services for \$10,000 per month.

The Board are currently reviewing all contractual arrangements in place with Somnio Global. This includes consideration of the timing and extent of success-based payments.

There were no other material changes in contingent liabilities or contingent assets since the end of the last annual reporting period of 30 June 2022.

Dilato Investments Pty Ltd and Somnio Global Holdings LLC, Somnio Global LLC are considered related parties of the Group.

8. Subsequent Events

There have been no material subsequent events as at the date of this report.