

# Appendix 4E (Rule 4.3A)

## Preliminary Final Report

Name of Entity	Inventis Limited
ABN	40 084 068 673
Reporting Period	30 June 2021
Previous Corresponding Reporting Period	30 June 2020

## Results for the announcement to the market

	\$	Percentage increase / (decrease) over previous corresponding period.
Revenue from ordinary activities (continuing operations)	10,559,337	31.7%
Profit from ordinary activities after tax (continuing operations)	76,794	126.2%
Profit from ordinary activities after tax for the period attributable to members	76,794	126.2%
<b>Net Profit for the period attributable to members</b>		
<b>Dividends / (Distributions)</b>	<b>Amount Per Security</b>	<b>Franked amount per security at 30% tax rate</b>
Final Dividend	Nil	Nil
Interim Dividend	Nil	Nil
Record date for the determining entitlements to the dividends (if any):		Not Applicable

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

2021 was a challenging year with the worldwide pandemic effect of the novel Coronavirus continuing to affect general business activity.

Inventis Limited [IVT]			
Statutory Results Summary	Statutory F21	Statutory F20	Var%
Revenue	10,559,337	8,015,770	31.7%
EBITDA	1,535,772	822,764	86.7%
Depreciation and Amortisation	(701,137)	(677,184)	(3.5%)
EBIT	834,635	145,580	473.3%
Net Finance expenses	(757,841)	(438,384)	(72.9%)
NPAT	76,794	(292,804)	126.2%

### The Statutory Groups Total Network Sales Summary

Networks Sales*	FY 2021	FY2020	Variance
Furniture	14,026,225	10,413,663	35%
Technology	2,748,828	1,763,500	56%
Total	16,775,053	12,177,163	38%

\*Including associate Winya.

The Group managed to improve both Statutory Revenue and Group Network Sales in the second half of the financial year 2021, because of lockdown restrictions easing in the back half of the year.

The Group Statutory Revenue gains of 31.7% on last year and Net Profit improvements of 126.2% year on year. The Group beat May's forecast predictions for EBITDA and finished with a pleasing solid improvement overall, despite the challenging Covid-19 affects in the first half.

The overall Group Network Sales are expected to continue to improve barring any prolonged national Covid-19 restrictions. Forward orders were received for the Technology Division allowing for some of the pipeline to drop into both forward 2022 and 2023 financial year periods, whilst the Furniture Division and Group has since been notified that it had won preferred supplier on the NSW State Government 5 year office furniture contract.

The Group's overall pipeline of sales, quotes and opportunities being negotiated grew by 31% year on year at the comparative period.

The business improved sales and marketing to B2B clients and overall dealer business grew in double digits during the year.

Gregory and Bassett manufacturing was consolidated into the Eastern Creek factory during this reporting period creating additional synergies and cost savings during the year and excess property leases were exited during the year to bring costs in line with revenue.

Additional contemporary ranges were designed to complement the overall Australian ergonomic manufacturing capability and facilitate opportunities into 2022 and beyond. New patents in the Furniture Division along with the launch of the unique G-Smart™ smart chair and mobile phone app were launched along with the Project W office chair and the world's first sustainable wheel - chair accessible Office Pod that was designed and launched in the second half of the financial year 2021.

Various Memorandum of Understandings was entered into during the year ensuring an improved pipeline existed in future periods. Winya Indigenous Furniture, our 49% associate, grew national footprint of showrooms and signed agreements and won tenders along the way ensuring a 32% YoY growth in sales.

Similarly, the Technology Division launched Hazavoid- Emergency Alert systems ([www.hazavoid.com](http://www.hazavoid.com)) as well as finalising some enhancements in research and development, awarded patents in Australia and New Zealand, and submitting patent applications in the USA.

The Company is nominated for the Australian Financial Review's "Most Innovative Company Awards" for the financial year 2021. The Company's staff turn-over is at present at a recent history low, with talented individuals recruited during the year in sales and marketing positions. The Board approving various staff incentives, instigated during the year, ensuring that the performance culture brought on by management continues to yield improved results.

The groups net cash balance closed 36% higher than the previous year period with cash generated from operating activities growing by a 114.6%.

The Group managed to raise additional capital, post balance date 30th June 2021, by way of a non-renounceable share Rights Issue and the shortfall capital raise, raising a total of \$2.7 million. These funds were since allocated to debt reduction, working capital requirements to continue to assist with the growth plans and additional head room was made available in the existing finance facilities. The benefit of the Capital resulted in a net equity lift and strengthened the Group's balance sheet to a net positive position post 30th June 2021.

The total number of Inventis shares on issue as at 30th June were 1,050,515,107 shares. Post reporting period and post capital raise and the consolidation split of 20:1 there is now 62,403,284 total shares currently on issue.

### Financial Summary

The Preliminary consolidated results for the financial year ended 30 June 2021 are:

	Actual 2021	Actual 2020
	\$	\$
Sales –Operating	10,559,337	8,015,770
NPAT Profit / (Loss)	76,794	(292,804)

## 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 dividend reinvestment plans	n/a

NTA Backing	Current Period	Previous corresponding period
Net tangible liability backing per ordinary security	(0.5c)	(0.7c)

**Other significant information needed by an investor to make an informed assessment of the entity's financial performance and financial position.**

**Details of entities over which control has been gained or lost during the period:**

Name of the entity / entities	

## Commentary on the Results for the Period

The earnings per security and the nature of any dilution aspects:		
	<b>Consolidated</b>	
	<b>2021</b>	<b>2020</b>
Basic and diluted earnings / (loss) per share	0.01 c	(0.04) c
Weighted average number of ordinary shares outstanding during the year used in the calculation of basic earnings per share	948,008,801	817,389,056
Earnings / (loss) used to calculate earnings per share	76,794	(292,804)
Returns to shareholders including distributions and buy backs:	<ul style="list-style-type: none"> <li>n/a</li> </ul>	
Significant features of operating performance:	<ul style="list-style-type: none"> <li>Refer to the comments above</li> </ul>	
The results of segments that are significant to the understanding of the business as a whole:	<ul style="list-style-type: none"> <li>Refer to segment note</li> </ul>	
Discussion of trends in performance:	Please refer to commentary above	
Any other factors which has affected the results in the period or which are likely to affect results in the future, including those where the effect could not be quantified:	Please refer to commentary above	

## Audit / Review Status

This report is based on accounts to which one of the following applies:

The accounts have been audited		The accounts have been subject to review	
The accounts are in the process of being audited or subject to review	X	The accounts have not yet been audited or reviewed	







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:

- Not applicable

If the accounts have been audited or subject to review and are subject to dispute or qualification, a description of the dispute or qualification:

- Not applicable

## Attachments Forming Part of Appendix 4E

Attachment #	Details				
1	Statement of Profit and Loss and Other Comprehensive Income, Statement of Changes in Equity, Statement of Financial Position, Statement of Cash Flows, Summary of Significant Accounting Policies Note, Segment Reporting Note, Capital and Reserves Note.				
<table border="1" style="width: 100%;"> <tr> <td style="width: 50%; vertical-align: top;"> <p><b>Signed by Chairman:</b></p>  </td> <td style="width: 50%; vertical-align: top;"> <p><b>Signed by Managing Director:</b></p>  </td> </tr> <tr> <td> <p><b>Name:</b> Tony H Noun</p> <p><b>Date:</b> 31 August 2021</p> </td> <td> <p><b>Name:</b> Anthony Mankarios</p> <p><b>Date:</b> 31 August 2021</p> </td> </tr> </table>		<p><b>Signed by Chairman:</b></p> 	<p><b>Signed by Managing Director:</b></p> 	<p><b>Name:</b> Tony H Noun</p> <p><b>Date:</b> 31 August 2021</p>	<p><b>Name:</b> Anthony Mankarios</p> <p><b>Date:</b> 31 August 2021</p>
<p><b>Signed by Chairman:</b></p> 	<p><b>Signed by Managing Director:</b></p> 				
<p><b>Name:</b> Tony H Noun</p> <p><b>Date:</b> 31 August 2021</p>	<p><b>Name:</b> Anthony Mankarios</p> <p><b>Date:</b> 31 August 2021</p>				

**Inventis Limited and its Controlled Entities**  
**Statement of Profit or Loss and Other Comprehensive Income**  
**For the year ended 30 June 2021**

	<b>Consolidated Entity</b>	
	<b>2021</b>	<b>2020</b>
<b>Continuing Operations</b>		
Revenue	10,559,337	8,015,770
Cost of sales	<u>(5,499,920)</u>	<u>(3,828,988)</u>
<b>Gross profit</b>	<b>5,059,417</b>	<b>4,186,782</b>
Other income	1,410,696	917,805
Share of profits of associates accounted for using equity method	89,355	98,908
<b>Expenses</b>		
Manufacturing & operation	(1,530,747)	(1,136,200)
Engineering & quality assurance	(246,294)	(397,143)
Administration	(2,034,534)	(1,918,246)
Sales and marketing	<u>(1,913,258)</u>	<u>(1,606,326)</u>
<b>Results from operating activities</b>	<b>834,635</b>	<b>145,580</b>
Financial income	46,898	32,327
Financial expenses	<u>(804,739)</u>	<u>(470,711)</u>
<b>Net financing expense</b>	<b>(757,841)</b>	<b>(438,384)</b>
Profit / (loss) before income tax expense	76,794	(292,804)
Income tax benefit / (expense)	-	-
<b>Profit / (loss) from continuing operations</b>	<b>76,794</b>	<b>(292,804)</b>
<b>Profit for the year</b>	<b>76,794</b>	<b>(292,804)</b>
<b>Other Comprehensive Income</b>		
Foreign currency translation differences for foreign operations – continuing operations	<u>(69)</u>	<u>(404)</u>
Total other comprehensive (expense) / income for the year, net of income tax	<u>(69)</u>	<u>(404)</u>
<b>Total comprehensive profit / (loss) for the year</b>	<b>76,725</b>	<b>(293,208)</b>
<b>Earnings per share</b>		
Basic profit / (loss) per share	0.01 c	(0.04) c
Diluted profit / (loss) per share	0.01 c	(0.04) c
<b>Continuing Operations</b>		
Basic profit / (loss) per share	0.01 c	(0.04) c
Diluted profit / (loss) per share	0.01 c	(0.04) c

**Inventis Limited and its Controlled Entities**  
**Statement of Changes in Equity**  
**For the year ended 30 June 2021**

<i>Consolidated Entity</i>	Attributable to Equity Holders of the Company				Total Equity
	Share Capital	Options Reserve	Foreign Currency Retranslation Reserve	Accumulated Losses	
<b>Balance 1 July 2019</b>	33,603,584	-	(1,095,799)	(35,581,569)	(3,073,784)
<b>Total Comprehensive income for the period</b>					
Profit for the period	-	-	-	(292,804)	(292,804)
<i>Other comprehensive income</i>					
Foreign currency translation differences for foreign operations – continuing operations	-	-	(404)	-	(404)
Total other comprehensive income for the period	-	-	(404)	-	(404)
<i>Total comprehensive income for the period</i>	-	-	(404)	(292,804)	(293,208)
<b>Transactions with owners, recorded directly in equity</b>					
<i>Contributions by and distributions to owners</i>					
Issue of ordinary shares	936,866	-	-	-	936,866
Share issue cost	(25,157)	-	-	-	(25,157)
Share based Payments	-	17,982	-	-	17,982
Total contributions by and distributions to owners	911,709	17,982	-	-	929,691
Total transactions with owners	911,709	17,982	-	-	929,691
<b>Balance as at 30 June 2020</b>	<b>34,515,293</b>	<b>17,982</b>	<b>(1,096,203)</b>	<b>(35,874,373)</b>	<b>(2,437,301)</b>

**Inventis Limited and its Controlled  
Entities  
Statement of Changes in Equity  
For the year ended 30 June 2021**

<i>Consolidated Entity</i>	Attributable to Equity Holders of the Company				Total Equity
	Share Capital	Options Reserve	Foreign Currency Retranslation Reserve	Accumulated Losses	
<b>Balance 1 July 2020</b>	34,515,293	17,982	(1,096,203)	(35,874,373)	(2,437,301)
<b>Total Comprehensive income for the period</b>					
Profit for the period	-	-	-	76,794	76,794
<i>Other comprehensive loss</i>					
Foreign currency translation differences for foreign operations – continuing operations	-	-	(69)	-	(69)
Total other comprehensive loss for the period	-	-	(69)	-	(69)
<i>Total comprehensive (loss) for the period</i>	-	-	(69)	76,794	76,725
<b>Transactions with owners, recorded directly in equity</b>					
<i>Contributions by and distributions to owners</i>					
Issue of ordinary shares	985,944	-	-	-	985,944
Application monies received for shortfall	24,256	-	-	-	24,256
Share issue cost	(3,948)	-	-	-	(3,948)
Share based payments	-	-	-	-	-
Total contributions by and distributions to owners	1,006,252	-	-	-	1,006,252
Total transactions with owners	1,006,252	-	-	-	1,006,252
<b>Balance as at 30 June 2021</b>	<b>35,521,545</b>	<b>17,982</b>	<b>(1,096,272)</b>	<b>(35,797,579)</b>	<b>(1,354,324)</b>

**Inventis Limited and its Controlled Entities**  
**Statement of Financial Position**  
**As at 30 June 2021**

	<b>Consolidated Entity</b>	
	<b>2021</b>	<b>2020</b>
<b>Assets</b>		
Cash and cash equivalents	757,948	556,937
Trade and other receivables	3,168,670	2,464,299
Inventories	2,287,764	1,961,537
Prepayments	-	15,495
<b>Total current assets</b>	<u>6,214,382</u>	<u>4,998,268</u>
<b>Non-current assets</b>		
Property, plant and equipment	142,753	154,646
Right of use assets	1,665,173	588,040
Investments accounted for using the equity method	240,185	98,908
Other financial assets	76,618	87,145
Intangible assets	3,395,779	3,400,746
<b>Total non-current assets</b>	<u>5,520,508</u>	<u>4,329,485</u>
<b>Total assets</b>	<u>11,734,890</u>	<u>9,327,753</u>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Trade and other payables	3,076,697	3,639,592
Interest-bearing liabilities	1,093,077	686,713
Current lease Liabilities	751,041	358,530
Employee benefits	944,070	796,320
Unearned Income	463,707	324,269
Provision for income tax	1,994	2,634
<b>Total Current liabilities</b>	<u>6,330,586</u>	<u>5,808,058</u>
<b>Non-Current Liabilities</b>		
Employee benefits	60,259	41,345
Non-current lease liabilities	1,103,369	294,610
Interest-bearing liabilities	5,595,000	5,621,041
<b>Total Non-current liabilities</b>	<u>6,758,628</u>	<u>5,956,996</u>
<b>Total Liabilities</b>	<u>13,089,214</u>	<u>11,765,054</u>
<b>Net Liabilities</b>	<u>(1,354,324)</u>	<u>(2,437,301)</u>
<b>Equity</b>		
Share capital	35,521,545	34,515,293
Reserves	(1,078,290)	(1,078,221)
Accumulated losses	(35,797,579)	(35,874,373)
<b>Total Equity</b>	<u>(1,354,324)</u>	<u>(2,437,301)</u>



**Inventis Limited and its Controlled Entities**  
**Statement of Cash Flows**  
**For the year ended 30 June 2021**

	Notes	Consolidated Entity	
		2021	2020
<b>Cash flows from operating activities</b>			
Receipts from customers		12,425,728	8,393,978
Receipts from government grants		1,121,850	441,883
Payments to suppliers and employees		(13,454,628)	(9,470,669)
Cash generated / (used in) from operations		<u>92,950</u>	<u>(634,808)</u>
Interest received		1,600	17,591
Interest paid		(804,739)	(470,711)
<b>Net cash used in operating activities</b>		<u>(710,189)</u>	<u>(1,087,928)</u>
<b>Cash flows from investing activities</b>			
Purchase of fixed assets		(53,258)	(55,772)
Purchase of Investments		-	(141,161)
Proceeds from the sale of fixed assets		13,724	500
<b>Net cash used in investing activities</b>		<u>(39,534)</u>	<u>(196,433)</u>
<b>Cash flows from financing activities</b>			
Proceeds from rights offer		1,010,200	936,866
Transactions costs paid		(3,948)	(25,157)
Proceeds from borrowings		566,364	1,429,213
Repayment of borrowings		(186,041)	(262,400)
Lease principal repayments		(435,841)	(662,615)
<b>Net cash from financing activities</b>		<u>950,734</u>	<u>1,415,907</u>
<b>Net increase in cash and cash equivalents</b>		201,011	131,546
Cash and cash equivalents at 1 July		556,937	425,391
<b>Cash and cash equivalents at 30 June</b>		<u>757,948</u>	<u>556,937</u>

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**Inventis Limited**  
**Notes to the Consolidated Financial Statements**  
**For the year ended 30 June 2021**

**1. Reporting Entity**

Inventis Limited (the “**Company**”) is a company domiciled in Australia and incorporated in Australia. The address of the Company’s registered office is Unit 4, 2 Southridge Street, Eastern Creek, NSW, 2766. The Financial Statements of the Company as at and for the year ended 30 June 2021 comprise the Company and its subsidiaries (together referred to as the “**Group**” and individually as “**Group entities**”). The Group is a “for profit” entity and a manufacturer of products and services including ergonomic office furniture, electronic control systems and ruggedised computing products (see note 4 – Segment Reporting)

**2. Use of Estimates and judgements**

The preparation of financial statements in conformity with AASBs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

In particular, significant areas of estimation uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amount recognised in the financial statements are:

- Tax assets and liabilities
- Intangible assets

**3. Significant accounting polices**

The accounting policies used in the compilation of this financial report are consistent with those set out in the Group’s most recent annual report and have been applied consistently to all periods presented in these financial statements.

Any new, revised or amending Accounting Standards or Interpretations that are not yet effective have not been adopted.

**Inventis Limited**  
**Notes to the Consolidated Financial Statements**  
**For the year ended 30 June 2021**

**4. Segment Reporting**

The Group comprises the following main business segments:

Continuing

> *Furniture Division.* The design, manufacture and sale of a range of commercial furniture, which includes office chairs, tables, lounges, and workstations.

> *Technology Division:* The design and manufacture of custom control and market ready electronic systems, mobile computing solutions and emergency vehicle control systems.

A corporate head office function provides the Group with finance, human resources and IT services; however, this corporate function does not satisfy the requirements for disclosure as a reportable segment. During the financial year all facility and payroll related costs were transferred into share services and are no-longer reported in the divisional segment results. This is consistent with the component information provided to the General Manager and Board, who are the chief operating decision makers in relation to decisions about resources allocated to each segment and its performance.

Information regarding the operations of each reportable segment is included below. Performance is measured based on segment profit before income tax. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of each segment. Inter-segment pricing is determined on an arm's length basis.

	Furniture Division		Technology Division		Corporate		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
Total revenue	7,963,383	6,470,073	2,748,829	1,763,500	-	-	10,712,212	8,233,573
Inter-segment revenue	(152,875)	(217,803)	-	-	-	-	(152,875)	(217,803)
Total external revenue	7,810,508	6,252,270	2,748,829	1,763,500	-	-	10,559,337	8,015,770
<b>Earnings before shared services</b>	<b>1,016,081</b>	<b>3,154,976</b>	<b>979,310</b>	<b>1,259,341</b>	<b>(459,619)</b>	<b>(3,591,553)</b>	<b>1,535,772</b>	<b>822,764</b>
Shared services cost allocations	(770,115)	(1,831,951)	(547,360)	(1,176,078)	1,317,475	3,008,029	-	-
EBITDA	245,966	1,323,025	431,950	83,263	857,856	(583,524)	1,535,772	822,764
Depreciation	(153,635)	(113,322)	(1,639)	(1,942)	(540,896)	(559,122)	(696,170)	(674,386)
Amortisation	(3,707)	(984)	(1,260)	(1,814)	-	-	(4,967)	(2,798)
Interest revenue	1,461	963	93	5	46	16,623	1,600	17,591
Interest expense	(181,818)	(274,444)	(34,466)	(30,754)	(588,456)	(165,513)	(804,740)	(470,711)
Net Foreign exchange profit /(loss)	4,650	(4,723)	40,649	18,226	-	-	45,299	13,503
Dividends received	-	-	-	1,233	-	-	-	1,233
Reportable segment profit before income tax (EBT)	(87,083)	930,515	435,327	66,984	(271,450)	(1,291,536)	76,794	(292,804)
Capital expenditure	(9,793)	(37,732)	(13,301)	(12,600)	(30,164)	(5,440)	(53,258)	(55,772)
Loss on disposal of fixed assets	-	(2,283)	-	(2,350)	-	-	-	(4,633)
Reportable segment assets	15,189,342	15,068,142	9,705,120	9,389,510	-	-	24,894,462	24,457,652
Reportable segment liabilities	(5,205,532)	(5,354,542)	(673,423)	(435,848)	-	-	(5,878,955)	(5,790,390)

**Inventis Limited**  
**Notes to the Consolidated Financial Statements**  
**For the year ended 30 June 2021**

**4. Segment Reporting (continued)**

**Reconciliation of reportable segment assets and liabilities**

	<b>2021</b>	<b>2020</b>
<b>Assets</b>		
Total assets for reportable segments	24,894,462	24,457,652
Cash and cash equivalents held in shared services	730,367	415,471
Shared services fixed assets	10,866	28,324
Shared services leased assets	1,390,740	184,509
Shared services intangible assets	1,607,423	1,607,492
Eliminations and other shared services assets	(16,898,968)	(17,365,695)
Consolidated total assets	<u>11,734,890</u>	<u>9,327,753</u>
<b>Liabilities</b>		
Total liabilities for reportable segments	(5,878,955)	(5,790,390)
Interest bearing liabilities held in shared services	(5,595,000)	(5,621,041)
Share services leased liabilities	(1,558,553)	(209,974)
Eliminations and other share services liabilities	(56,706)	(143,649)
Consolidated total liabilities	<u>(13,089,214)</u>	<u>(11,765,054)</u>

**Geographical Segments**

The Group operates in one geographical area being Australia.

In presenting information based on geographical segments, segment revenue is based on the geographic location of customers. Segment assets are based on the geographical location of the assets.

<b>Geographical information</b>	<b>2021</b>		<b>2020</b>	
	<b>Revenues</b>	<b>Non-current assets</b>	<b>Revenues</b>	<b>Non-current assets</b>
Australia	10,559,337	5,520,508	8,015,770	4,329,485

**5. Capital and Reserves**

**Share Capital**

	<b>Ordinary Shares</b>	
	<b>2021</b>	<b>2020</b>
On issue at the beginning of the year	936,865,819	702,649,369
Issued during the year	113,649,288	234,216,450
On issue at the end of the year – fully paid	<u>1,050,515,107</u>	<u>936,865,819</u>

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company.