
ANNOUNCEMENT TO THE ASX – 9 February 2022

Inventis Limited [ASX: IVT] – Inventis Technology Acquisition

Inventis Technology Pty Ltd has signed an exclusive Heads of Agreement to acquire a 100% share in the Company 'Electronic Circuit Designs Pty Ltd' (ECD).

ECD is a long established, very profitable business with long standing customer relationships and unique IP in the electronic circuit board repair and supply business for all National Elevator Lift manufacturers and repair mechanical lift maintenance companies.

The acquisition will be subject to Due Diligence starting immediately. The Company plans to complete the transaction within 40 days.

The proposed acquisition is earning accretive and has synergy benefits to the Group.

The Property at Matraville NSW is included in the proposed Share Sale along with all company assets. The vendor and staff will sign agreements to stay on with the Group.

Managing Director, Anthony Mankarios said *"I am very excited to work with a talented group of people with a similar culture to our Technology Division. Andrew, the owner brings over 30 years of industry experience and knowledge to the Group and this provides a career path for many of the individuals joining the Group."*

Inventis plans to pay 3 times multiple of their FYR 2021 adjusted EBITDA earnings including various tranche payments over 2 years and a final earnout payment subject to performance targets. Their FYR 22 is on track to deliver a similar result despite Covid lockdowns.

Whilst subject to Due Diligence outcomes, it is anticipated that the over-all acquisition cost including all assets will be Circa \$5 million, including receivable, cash in bank and other adjustments. The property is also included, which aims to provide the Technology Division a long-term home near the city. This will largely be funded by debt facilities and will factor into work being completed by PWC who has been engaged by the Group to secure debt funds to grow total revenue by \$30 million.

The synergies are expected to be significant over the next 24 months, as we have alluded to in the Jan-22 Operational Review. The US patent for the Hazavoid Technology has been "Allowed" and we are expecting this to be finalised shortly. The Division has already been onboarded with a prominent USA distributor who plans to purchase the product and distribute on a world-wide basis. The client's USA division is owned by the billion Dollar WESCO company. This acquisition will potentially plan to allow electronic boards and circuit parts to be manufactured inhouse. The significance can potentially save millions of dollars in the long run and open US and other international opportunities.

Mr Tony Noun Chairman of Inventis Limited said;

“This is an excellent opportunity for the Group. It is well organised and provides significant additional net earnings to the Group. This is but the next step in our overall strategy to enhance and restore Shareholder value. It is a very exciting time for Inventis. The vision and strategy led by the Managing Director and the Board is undoubtedly on track to deliver earnings lifts in F22 and beyond.”

By Order of the Board

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About Inventis {ASX: IVT}

Inventis Limited is a diversified group of quality Australian manufacturing businesses including a Furniture Division owning 100% of Gregory Commercial Furniture Pty Ltd, Workstations Pty Ltd, Bevisco and Bassett Furniture Pty Ltd, it also has a 49% stake investment in Winya Indigenous Office Furniture Pty Ltd. It boasts a number of Australian Patent, designs and unique IP across the group. It owns Opentec Pty Ltd, Inventis Technology and Inventis International a recently incorporated entity that plans to export technology globally.

The Group’s current Managing Director is Anthony Mankarios (previously from Joyce Corporation Limited), who has already successfully integrated 4 new businesses in the last 12 months into the Inventis group, whilst managing the turn-around in the group’s dynamics and its integrated fast growth prospects.

Inventis aims to be an innovator of commercial product whilst maintaining its Australian made identity.