

Appendix 4E (Rule 4.3A)

Preliminary Final Report

Name of Entity	Inventis Limited
ABN	40 084 068 673
Reporting Period	30 June 2022
Previous Corresponding Reporting Period	30 June 2021

Results for the announcement to the market

	\$	Percentage increase / (decrease) over previous corresponding period.
Revenue from ordinary activities (continuing operations)	11,547,236	9.4%
Profit from ordinary activities after tax (continuing operations)	276,201	259.7%
Profit from ordinary activities after tax for the period attributable to members	276,201	259.7%
Net Profit for the period attributable to members		
Dividends / (Distributions)	Amount Per Security	Franked amount per security at 30% tax rate
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:

Inventis Limited [IVT]			
Statutory Results Summary	Statutory F22	Statutory F21	Var%
Revenue	11,547,236	10,559,337	9.4%
EBITDA	850,730	1,511,819	(43.7%)
Depreciation and Amortisation	(678,353)	(677,184)	(0.2%)
EBIT	172,377	834,635	(79.3%)
Net Finance expenses	(938,426)	(757,841)	(23.8%)
Income Tax Benefit *	1,042,250	0	N/A
NPAT	276,201	76,794	259.7%

* Note the Group recognised the following in relation to the Deferred tax asset.

An amount of \$0.54 million related to the deferred tax liability in relation to the ECD acquisition that was offset against previously unrecognised deferred tax assets. In addition \$0.5 million deferred tax assets were utilised against tax income payable in line with income tax returns.

The Group's Net profit after tax (NPAT) to 30 June 2022 was \$276,201 up 259.7% from the same reporting period last year. This during a period of heavy lockdowns and restrictions and supply chain disruptions caused by Covid-19. The Government grants like Jobkeeper received were \$877,147 less than during the comparative period, so the L4L EBITDA result is up 12.5%.

The Group's cash balance improved as at 30 June to \$883,313 up 16.5% from F21.

- Sales across all Divisions were robust, especially in May and June, which accords with historic trends. Group's Total Gross Network Sales are up 13.1% year on year (YOY). Thus, achieving three consecutive years of double-digit growth despite COVID lockdowns and the significant supply and logistics disruption that arose during and subsequent.
- The acquisition of Electronic Circuit Designs Pty Ltd (ECD) was finalised. ECD has integrated well into the Inventis Group and is showing strong promise to becoming a good contributor to Group revenue in the current financial year.
- Sales revenue for associate Winya climbed as predicted due to larger government contract orders, enabling it to finish 30.3% up on sales YTD for the same period last year. Winya being an associated company (49% owned by IVT) is a strong customer source for the Gregory Commercial Furniture Division.
- Inventis Technology was granted a United States of America patent (application No. 17/124,815) for its Emergency Alert System Hazavoid™. This patent provides protection to 17 December 2040. With the benefit of this patent, we can confirm we have now set up a base in Montgomery, Texas. USA.
- Overall, the Technology Division finished the period up 22.3% on last year and has a robust order book of over \$2.5m.

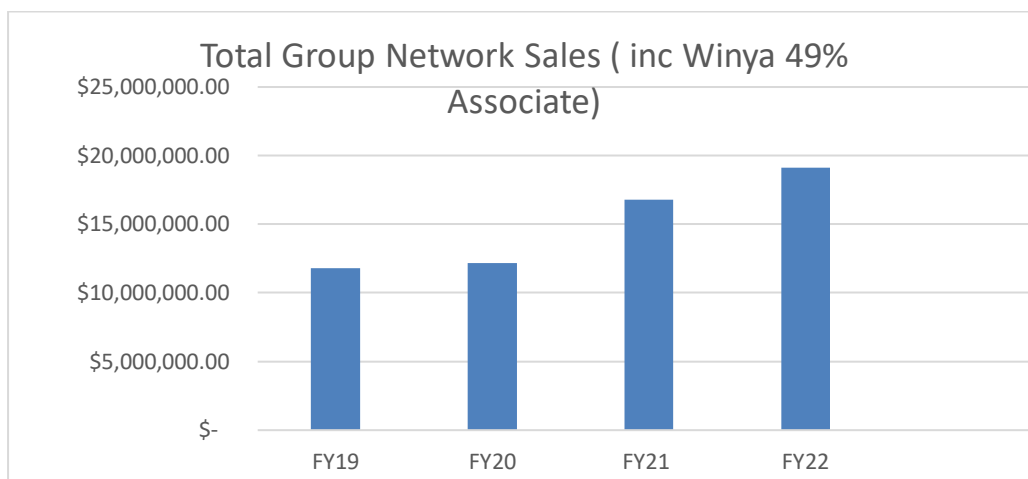
Capital Management

The Group successfully renegotiated a long-term extension to the existing Group finance facilities, which were due to expire in July 2022, and secured new facilities to 1 July 2025, which enabled the acquisition of ECD. We have therefore subsequently allowed for the correct long-term liability accounting treatment in our accounts.

As part of the ECD acquisition, the Group now owns real estate assets in Matraville, NSW, near the Botany shipping terminals.

Trading

- The Group trading companies performed well, despite prolonged periods of Covid uncertainty and world-wide supply chain disruptions.
- Total Group Network Furniture Sales was up 11.0 % YOY for the year to 30 June 2022.
- The Company has been able to retain its talent pool, whilst providing new opportunities across the group for the next year and beyond. The current management has a proven track record of sustained sales growth over the last three-year period.



Outlook

In June our total Group forward order book (including our 49% associate Winya) stands around \$14 million.

The Group has supported a new Winya showroom lease at Margret Steet Brisbane, due to commence 1 September 2022 and plans to negotiate larger showroom space in Sydney in the next 12 months to encompass a growing range of Australian made product. Our Commercial Furniture Division enjoys product showcase in these and other Winya locations.

Despite widely publicised freight and delivery delays due to Covid, our factories have maintained high levels of Delivery In Full and On Time KPI's recording highs of up to 99% & 100% during the last quarter across the manufacturing business.

Our Gregory Commercial Furniture Division continues to lead innovation, with technology and Australian design enabling the development of world-first products focussed on the health and wellbeing of the user. Our technology is leading the way in large and small organisations that care about their team members' health with;

- G-Smart (mobile app and Smart Chair Technology)
- Project -W office and work-from-home Chair
- Gregory Acoustic Pod (very new!) which has drawn significant interest and new orders into FY23
- "Firstline" Chair for Australia's personnel in our Armed Forces, Police and Security which has seen encouraging initial Police Departments feedback and support.

The Furniture Division has become a well-integrated Australian operation that provides technologically advanced product, sustainability and environmentally responsible solutions as well as working with Indigenous communities and engaging in socially responsible outlook to growth.

The Technology Division is also currently exploring opportunities in South- East Asia through Manila, Philippines in FY23 whilst looking to expand its operations in the USA

The Group continues to forecast strong double digit growth plans in F23 and F24. The overall Group Pipeline including Winya our 49% associate and ECD our newly acquired business is estimated to be in excess of 50% growth compared to this time last year.

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	(0.8c)	(0.5c)

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	Electronic Circuit Designs Pty Ltd

Commentary on the Results for the Period

The earnings per security and the nature of any dilution aspects:		
	Consolidated	
	2022	2021
Basic and diluted earnings / (loss) per share	0.44 c	0.01 c
Weighted average number of ordinary shares outstanding during the year used in the calculation of basic earnings per share	62,537,332	948,008,801
Earnings used to calculate earnings per share	276,201	76,794
Returns to shareholders including distributions and buy backs:	<ul style="list-style-type: none"> n/a 	
Significant features of operating performance:	<ul style="list-style-type: none"> Refer to the comments above 	
The results of segments that are significant to the understanding of the business as a whole:	<ul style="list-style-type: none"> Refer to segment note 	
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 and Acquisition of Subsidiary.						
<table border="1" style="width: 100%;"> <tr> <td style="width: 50%; vertical-align: top;"> <p>Signed by Chairman:</p>  </td> <td style="width: 50%; vertical-align: top;"> <p>Signed by Managing Director:</p>  </td> </tr> <tr> <td>Name: Tony H Noun</td> <td>Name: Anthony Mankarios</td> </tr> <tr> <td>Date: 31 August 2022</td> <td>Date: 31 August 2022</td> </tr> </table>		<p>Signed by Chairman:</p> 	<p>Signed by Managing Director:</p> 	Name: Tony H Noun	Name: Anthony Mankarios	Date: 31 August 2022	Date: 31 August 2022
<p>Signed by Chairman:</p> 	<p>Signed by Managing Director:</p> 						
Name: Tony H Noun	Name: Anthony Mankarios						
Date: 31 August 2022	Date: 31 August 2022						

Inventis Limited and its Controlled Entities
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 30 June 2022

	Consolidated	
	2022	2021
Continuing operations		
Revenue - Sale of Goods	11,547,236	10,559,337
Cost of sales	(6,522,434)	(5,499,920)
Gross Profit	5,024,802	5,059,417
Other income	620,480	1,567,440
Share of profits of associates accounted for using equity method	226,061	89,355
Expenses		
Manufacturing & operations	(1,420,429)	(1,530,747)
Engineering & quality assurance	(584,056)	(403,038)
Administration	(1,997,373)	(2,034,534)
Sales & marketing	(1,697,108)	(1,913,258)
Results from operating activities	172,377	834,635
Finance income	1,469	46,898
Finance expense	(939,895)	(804,739)
Net finance expense	(938,426)	(757,841)
(Loss) / Profit before income tax	(766,049)	76,794
Income tax benefit / (expense)	1,042,250	-
Profit from continuing operations	276,201	76,794
Profit for the period	276,201	76,794
Other comprehensive income		
<i>Items that are or may be reclassified to the profit or loss</i>		
Foreign currency translation differences for foreign operations - continuing operations	(540)	(69)
Other comprehensive income for the period, net of income tax	(540)	(69)
Total comprehensive income for the period	275,661	76,725
Earnings / (loss) per share		
Basic earnings per share (cents)	0.44	0.01
Diluted earnings per share (cents)	0.42	0.01
Continuing operations		
Basic earnings per share (cents)	0.44	0.01
Diluted earnings per share (cents)	0.42	0.01

Inventis Limited and its Controlled Entities
Statement of Changes in Equity
For the year ended 30 June 2022

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

**Inventis Limited and its Controlled
Entities
Statement of Changes in Equity
For the year ended 30 June 2022**

Consolidated	Attributable to equity holders of the Company				Total equity
	Share capital	Options Reserve	Foreign currency retranslation	(Accumulated losses)	
Balance at 1 July 2021	35,521,545	17,982	(1,096,272)	(35,797,579)	(1,354,324)
Total comprehensive income for the period					
Profit for the period	-	-	-	276,201	276,201
<i>Other comprehensive income</i>					
Foreign currency translation differences for foreign operations					
- continuing operations	-	-	(540)	-	(540)
Total other comprehensive income	-	-	(540)	276,201	275,661
Total comprehensive income for the period	-	-	(540)	276,201	275,661
Transactions with owners, recorded directly in equity					
<i>Contributions by and distributions to owners</i>					
Issue of ordinary shares	1,955,299	-	-	-	1,955,299
Share issue cost	(94,003)	-	-	-	(94,003)
Share based payments	-	122,818	-	-	122,818
Total contributions by and distributions to owners	1,861,296	122,818	-	-	1,984,114
Total transactions with owners	1,861,296	122,818	-	-	1,984,114
Balance at 30 June 2022	37,382,841	140,800	(1,096,812)	(35,521,378)	905,451

Inventis Limited and its Controlled Entities
Statement of Financial Position
As at 30 June 2022

	Consolidated	
	2022	2021
Current Assets		
Cash and cash equivalents	883,313	757,948
Trade and other receivables	2,971,908	3,168,670
Inventories	3,182,188	2,287,764
Prepayments	-	-
Current tax assets	93,354	-
Total current assets	7,130,763	6,214,382
Non-current assets		
Property, plant and equipment	3,006,463	152,277
Right of Use Asset	1,057,111	1,665,173
Investments accounted for using the equity method	526,245	240,185
Other financial assets	56,847	67,094
Deferred tax assets	506,245	-
Intangible assets	5,145,981	3,395,779
Total non-current assets	10,298,892	5,520,508
Total assets	17,429,655	11,734,890
Current Liabilities		
Trade and other payables	3,952,752	3,076,697
Interest-bearing liabilities	936,439	1,093,077
Current lease liability	795,456	751,041
Employee benefits	1,220,272	944,070
Unearned Income	160,644	463,707
Provision for income tax	-	1,994
Total current liabilities	7,065,563	6,330,586
Non-current liabilities		
Interest-bearing liabilities	8,436,661	5,595,000
Non current lease liability	476,089	1,103,369
Non interest earning liability	493,989	-
Employee benefits	51,902	60,259
Total non-current liabilities	9,458,641	6,758,628
Total liabilities	16,524,204	13,089,214
Net Liabilities	905,451	(1,354,324)
Equity		
Share capital	37,382,841	35,521,545
Reserves	(956,012)	(1,078,290)
Accumulated losses	(35,521,378)	(35,797,579)
Total equity	905,451	(1,354,324)

Inventis Limited and its Controlled Entities
Statement of Cash Flows
For the year ended 30 June 2022

	<i>Note</i>	Consolidated	
		2022	2021
Cash flows from operating activities			
Receipts from customers		12,752,190	10,541,482
Receipts from government grants		415,890	1,121,850
Payments to suppliers and employees		(12,290,830)	(11,570,382)
Cash generated from operations		877,250	92,950
Interest received		1,469	1,600
Interest paid		(923,000)	(804,739)
Net cash used in operating activities		(44,281)	(710,189)
Cash flows from investing activities			
Purchase of fixed assets		(90,665)	(53,258)
Acquisition of subsidiary (net of cash acquired)		(4,526,846)	-
Proceeds from the sale of fixed assets		-	13,724
Net cash (used in) investing activities		(4,617,511)	(39,534)
Cash flows from financing activities			
Proceeds from rights offer		1,859,699	1,010,200
Transactions costs paid		(94,003)	(3,948)
Proceeds from borrowings		5,157,138	638,364
Repayment of borrowings		(1,415,632)	(258,041)
Lease principal payments		(720,045)	(435,841)
Net cash from financing activities		4,787,157	950,734
Net (decrease) / increase in cash and cash equivalents		125,365	201,011
Cash and cash equivalents at 1 July		757,948	556,937
Cash and cash equivalents at 30 June		883,313	757,948

Inventis Limited
Notes to the Consolidated Financial Statements
For the year ended 30 June 2022

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 2022 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 2022

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.

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		Segment Total		Other		Consolidated	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
Total revenue	8,404,662	7,963,383	3,362,338	2,748,829	11,767,000	10,712,212	-	-	11,767,000	10,712,212
Inter-segment revenue	(219,763)	(152,875)	-	-	(219,763)	(152,875)	-	-	(219,763)	(152,875)
Total external revenue	8,184,899	7,810,508	3,362,338	2,748,829	11,547,237	10,559,337	-	-	11,547,237	10,559,337
Earnings before shared services	1,685,061	1,016,081	468,264	979,310	2,153,325	1,995,391	(1,302,594)	(459,619)	850,731	1,535,772
Share services cost allocations	(1,222,466)	(770,115)	(762,433)	(547,360)	(1,984,899)	(1,317,475)	1,984,899	1,317,475	-	-
EBITDA	462,595	245,966	(294,169)	431,950	168,426	677,916	682,305	857,856	850,731	1,535,772
Interest revenue	1,375	1,461	48	93	1,423	1,554	45	46	1,468	1,600
Net foreign exchange profit / (loss)	(5,706)	4,650	(11,190)	40,649	(16,896)	45,299	-	-	(16,896)	45,299
Dividends received	-	-	-	-	-	-	-	-	-	-
Interest expense	(125,703)	(181,818)	(186,934)	(34,466)	(312,637)	(216,284)	(610,363)	(588,455)	(923,000)	(804,739)
Depreciation	(161,818)	(153,635)	(7,868)	(1,639)	(169,686)	(155,274)	(503,787)	(540,896)	(673,473)	(696,170)
Amortisation	(3,619)	(3,707)	(1,260)	(1,260)	(4,879)	(4,967)	-	-	(4,879)	(4,967)
Reportable segment profit before income tax (EBT)	167,124	(87,083)	(501,373)	435,327	(334,249)	348,244	(431,800)	(271,450)	(766,049)	76,794
Other material non-cash items:										
Capital expenditure	(24,830)	(9,793)	(2,139,729)	(13,301)	(2,164,559)	(23,094)	(26,106)	(30,164)	(2,190,665)	(53,258)
Loss on disposal of fixed assets	-	-	-	-	-	-	-	-	-	-
Reportable segment assets	14,912,362	15,189,342	16,403,169	9,705,120	31,315,531	24,894,462	-	-	31,315,531	24,894,462
Reportable segment liabilities	(5,118,720)	(5,205,532)	(5,957,518)	(673,423)	(11,076,238)	(5,878,955)	-	-	(11,076,238)	(5,878,955)

Inventis Limited
Notes to the Consolidated Financial Statements
For the year ended 30 June 2022

4. Segment Reporting (continued)

Reconciliation of reportable segment revenues, profit and loss, assets and liabilities

	2022	2021
Revenues		
Total revenue for reportable segments	11,767,000	10,712,212
Elimination of inter-segment revenue	(219,763)	(152,875)
Consolidated revenue from continuing operations	<u>11,547,237</u>	<u>10,559,337</u>
Profit or loss		
Total (loss) / profit for reportable segments	(334,249)	348,244
Shared services payroll	86,001	105,907
Shared services facilities	48,564	143,300
Share services corporate and unallocated amounts	(566,365)	(520,657)
Consolidated (loss) / profit before income tax from continuing operations	<u>(766,049)</u>	<u>76,794</u>
Assets		
Total assets for reportable segments	31,315,531	24,894,462
Cash and cash equivalents held in shared services	372,138	730,367
Shared services fixed assets	33,278	10,866
Shared services lease assets	922,263	1,390,740
Shared services intangible assets	3,010,716	1,607,423
Eliminations and other shared service assets	(18,224,271)	(16,898,968)
Consolidated total assets	<u>17,429,655</u>	<u>11,734,890</u>
Liabilities		
Total liabilities for reportable segments	(11,076,238)	(5,878,955)
Interest bearing liabilities held in shared services	(4,836,661)	(5,595,000)
Share services leased liabilities	(1,156,605)	(1,558,553)
Eliminations and other shared service liabilities	545,300	(56,706)
Consolidated total liabilities	<u>(16,524,204)</u>	<u>(13,089,214)</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.

Geographical information	2022		2021	
	Revenues	Non-current assets	Revenues	Non-current assets
Australia	<u>11,547,236</u>	<u>10,298,892</u>	<u>10,559,337</u>	<u>5,520,508</u>

Inventis Limited
Notes to the Consolidated Financial Statements
For the year ended 30 June 2022

5. Capital and Reserves

Share Capital

	Ordinary Shares	
	2022	2021
On issue at the beginning of the year	1,050,515,107	936,865,819
Share consolidation	(997,989,419)	-
Issued during the year	12,497,529	113,649,288
On issue at the end of the year – fully paid	65,023,217	1,050,515,107

During the financial year the Company had consolidated its issued shares on a 20 to 1 ratio

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.

6. Acquisition of Subsidiary

On the 31 March 2022 the Group member Inventis Technology Pty Limited acquired all the of the shares in Electronic Circuit Designs Pty Ltd for a total consideration amount of \$5,610,934. The company manufactures, supplies and repairs electronic circuits primarily for mechanical lifts and escalators of major lift manufacturers and maintenance service providers.

Due to the timing of the acquisition, the accounting for the acquisition has been provisionally determined in accordance with AASB 3 Business Combinations'

The acquired business contributed revenues of \$626,897 and profit after tax of \$158,587 to the consolidated entity for the three-month period from 1 April 2022 to 30 June 2022.

The acquisition of Electronic Circuit Designs Pty Ltd had the following effect on the Group's assets and liabilities on acquisition date:

	Recognised on Acquisition
Cash and cash equivalents	1,187,004
Trade and other receivables	297,097
Inventories	340,783
Property, Plant & Equipment	2,871,850
Right of use asset	13,182
Other financial assets	69,426
Trade and other payables	(115,695)
Interest-bearing liabilities / leases	(13,444)
Employee benefits	(195,635)
Deferred Tax liability	(542,500)
Net identifiable assets and Liabilities	3,912,067
Goodwill on Acquisition	1,698,867
Consideration Payable (tranche payments due per sale agreement)	1,002,789
Consideration paid	4,608,145