Inventis

FY24 Annual Report

inventis
inspired solutions

Contents

Message from the Chairman

Peter Bobbin
Chairman of the Board

Dear Shareholders,

As you are aware, at the 2023 Annual General Meeting, the Company's Chairman Dr Tony Noun retired by rotation and elected not to stand for re-election. I am honoured to have been elected as Chairman. I would like to thank Tony for his contribution to the Company as Chair, and as a past Managing Director. Tony's passion for Inventis, and our staff do not go unrecognised, and we wish him and his family the very best for the future.

I would also like to welcome Mr Michael Stafford to the Inventis Board, who was elected as a Non-Executive Director at the 2023 Annual General Meeting.

Financial year 2024 was a difficult year. There were several large one-off costs associated with; investing in the expansion of the Technology Division and relocating both the Furniture and Technology Divisions separating them into their own two distinct Business Unit locations. Furniture has been moved to Arndell Park NSW and Technology to Matraville NSW (near the Botany port terminals). A raft of other initiatives have been embraced to better improve the Group moving forward. These have impacted the results, but pleasingly however, IVT is building a solid and larger overseas pipeline of open quotes and opportunities during this period.

In FY24 the Technology Division grew revenue by 10% up on the prior year and normalised EBITDA (before MGT fees) up on same period by 28.11.%. The Technology division's future is encouraging. The Company began operations in the USA with Hazavoid™. The Hazavoid™ patents and Technology is one of the foundations for the anticipated future growth, especially in the USA. The team led by Mr. Jeffry Stone has an open quote book in the USA of more than $2 Million.

The integration of Electronic Circuit Designs Pty Ltd (ECD) continues to be a success and I am pleased to announce that the final tranche payment for the acquisition was completed in FY24. We continue to open offshore opportunities in both the US and Southeast Asian market with early indications being positive from Australian and International clients located in the US, Philippines, and Malaysia.

The Company's Furniture Division made up of Gregory, Bassett and Workstation suffered reduced sales due to the much-publicised construction industry collapse and general economy malaise and project delays resulting in losses in FY24.

Message from the Chairman

CONTINUATION

The business strategy underwent a thorough review and a significant restructure during FY24. This is expected to affect the overall net statutory results. The need to collaboratively reduce ongoing costs and seek improved efficiency is management's focus at present.

In FY24, the Company successfully raised $950K as part of an approved Convertible Notes Issue in February 2024 and continues exploring and implementing plans with several opportunities to raise Capital to help pay down debt and grow. The company is currently seeking a specific Hazavoid™ capital raise as part of the USA expansion.

The company has received an initial preliminary valuation of the Hazavoid™ USA potential of near $13M (from Acquisition Hub). The company also recognises that our 49% non-grouped associate Winya Indigenous Furniture has a low investment carrying value (currently at $99K cost in our consolidated balance sheet). This is below the potential realisable value of the business based on evaluations provided to the board and management consultants using Winya normalised EBITDA of $1.5 million pa in FY24 as a basis of the potential realisable value.

The Company feels there is some unlocked potential on the balance sheet, and the board feels this must be explored to deliver an uplift in future value for all stakeholders.

In just a moment I will hand you over to Managing Director, Mr Anthony Mankarios, but before I do, I would like to thank our shareholders, and all our other stakeholders, especially our staff and suppliers, for their support during the financial year. I would especially like to thank Mr Mankarios for his dedication and strong leadership of the management team during a difficult period.

Once again, I would like to thank everyone for their contributions and support, and I wish the team every success into the future.

Peter Bobbin
Chairman of the Board

MD's Address

Anthony Mankarios
Managing Director

Dear Shareholders,

Without doubt the past few years have been very challenging. Accepting the MD role from Tony Noun in late 2019, who would have envisaged shortly after finding ourselves go through Covid and its unprecedented various national lock downs etc, only to come out of them and see a financial crisis like the one we are experiencing, with inflation pressure causing 13 straight RBA interest increases since May 2022. The current drop in consumer spending is sending alarm signals across the Nation with over 2000 building contractor collapses during this last year alone, creating unprecedented cost escalation on projects, raw material increases, project delays and a general finance sector squeeze.

If that is not enough, we had to deal with the "mass resignation" period and followed by re-setting of WFH culture and managing employee expectations during this escalating cost of living nightmare.

Without doubt we are all trading currently in a difficult environment. I wish to also acknowledge the great people at Inventis, whilst we have lost a few along the way we have retained most. A special mention to Mr Jeffry Stone, General Manager at Inventis Technology who has assisted with managing divisional sales and profit growth for the Technology division and helping with our global expansion plans. Jeff was instrumental in winning and managing large Opentec orders in F23, F24 and F25, and his team in assisting with the move to Matraville for their new Technology base.

Our Chief Operating Officer, Mr Michael Green has assisted me as my 2ic with various re-structuring and process renewal within the Group during the year. Our current Financial Manager Mr Ben Xu who acts as the interim CFO is a fine young man who is developing well.

Thank you to Ms Chantelle Knight who also commenced as Company Secretary and for her work administrating Human Resources, and Mr Scott Downes who has stepped into a National Sales and Marketing Manager role for the furniture division. Also, the two new managers at the 49% investment Winya team, Mr Ben Jacka as General Manager and Mr Elie Kazzi as Commercial Finance Manager who have started implementing sound commercial policy in line with the Winya board direction to help lift the businesses gross profit and improve future profitability after a long period of investing in growth by the previous GM.

MD's Address

CONTINUATION

As Peter pointed out we oversaw a tremendous number of changes with two factory moves, a restructure of staff and a systems change with the Company arranging the move to new ERP systems currently. I feel the team has risen to this challenge and we have in large seen across the board improvements in this area. We are currently monitoring this carefully and are looking to better align our cost base with our revenue. We are very mindful that we want to deliver long term Shareholder wealth. We have since already shaved over $1M in annual labour costs across the Group on an annualised basis and have in the past few months shaved another $465,000 in employment costs. We have also saved over $500K pa in manufacturing site rents and implemented a global expansion of our Hazavoid™ which is looking promising and created more efficient teams in manufacturing and engineering.

These changes meant we undertook one-off costs, non-cash stock provision write-offs and impairment in goodwill under the accounting standards for Workstations. We also undertook large one-off end of lease moving costs with freight, make good and fit out expenses. We managed to also revise our IT infrastructure and add sound policy and implement better cyber security measure in line with world best practice. These measures were necessary but had an adverse impact on the balancesheet of over $1.5 million.

We are always reviewing our cost base and efficiency and seeking to lower our overall cost base and improving our talent and sales team performance in these difficult periods with generous performance incentives.

To help fund these structural changes and pay down significant debt of $2.1M we sold 11/30 Perry Street for a record price and raised $950K in CN's.

We see that the capital structure is essential to the future success of Inventis, who is shifting toward a technology focus and global sales growth strategy currently.

Growth into the largest consumer market in the world, the USA. We established Hazavoid TX, LLC now in Texas USA, a state that has people fearful of gun violence and increasing rates of mass shootings in general. The local Governor's support of safety initiatives and education director's endorsement for safer schools has opened significant opportunity there with our patent and wireless mass notification and alert system Hazavoid. There are over 9000 schools and educational facilities just in Texas. We have estimated a very conservative 2.5% annual uptake of our technology and have the whole country to distribute to as part of this plan. We are also in the Philippines and have opened an office in BGC Manila with opportunity presenting themselves with Hazavoid, ECD and Opentec. Much of this investment was taken up in F23 and had adversely affected our bottom line as a result. Interest has been confirmed with sales commencing in the US.

Currently, we will seek to capitalise on the large off balancesheet opportunities. We received a valuation for Hazavoid seed capital raise in the USA circa $13 Million USD. (independent valuer Acquisition Hub). We plan to build on our sales team and seek collaborative national and international distributor partnerships. The board is focussed on unlocking the hidden balancesheet potential.

I take this opportunity to wish everyone a Merry Christmas and a happy holiday period and thank the board for their ongoing contribution and support with finalising our plans.

Anthony Mankarios
Managing Director

Board of Directors

Peter Bobbin

Chairman of the Board

Peter has been a practising solicitor for more than 36 years. He is also a notary public and was a former accountant and university lecturer. He practices primarily in taxation strategy planning and commercial law and was recognised as Tax Advisor of the Year, 2015 (SME) by the Taxation Institute of Australia.

He brings his legal and tax knowledge and experience to the Board.

Michael Stafford

Non-executive Director

Michael has been a corporate lawyer and partner at Eakin McCaffery and Cox Lawyers for over 20 years.

With extensive experience across all areas of commercial law, his expertise ranges from preparing a wide range of commercial agreements including mergers and acquisitions to advising on ASX listings and fundraising.

Anthony Mankarios

Managing Director

Anthony has over 30 years of commercial experience leading organisations with an annual revenue approaching $400 Million in both the capacity of an Executive Director and a Non-Executive Director in manufacturing, wholesale and retail sectors encompassing national and international markets.

Anthony Mankarios was appointed Group Managing Director in late 2019. Since, the Company expanded by adding 4 related Brands within the network in a relatively short timeframe, adding significant off-balance sheet value to the Group. Additionally with Investments in Winya Indigenous Furniture and a number of global Hazavoid™ start-ups in the USA and the Philippines.

Focused on developing solutions during significantly challenging times, Anthony's ethical focus and effective communication skills ensures all stakeholders are treated respectfully with the ability to meet shared objectives and values creating long term organisational value.

Inventis Group

Management Team

Michael Green
Chief Operations Officer

Scott Downes
National Sales and Marketing Manager – Furniture Division

Jeffry Stone
General Manager – Technology Division

Chantelle Knight
Company Secretary and Human Resource Manager

Ben Xu
Interim Chief Financial Officer

Joshua Duong
Quality Assurance Manager

Scott Keegan
Operations Manager – Technology Division

Dion Scott
Operations Manger – Furniture Division

About Inventis Group

Inventis Limited is an Australian ASX-listed company involved in the design, manufacture, sales and marketing of products and services.

Our core aim is to build upon inspiration and innovation on all of our Autralian-made products.

Our Vision

Our Vision is to be a leader in the development of innovative products and inspired solutions for consistent and sustainable shareholder value.

Objective

To grow revenue and returns to shareholders through our business innovation and technology whilst holding fast to our core values and social responsibilities.

Strategy

To focus on satisfying customer needs and expanding its business. We seek new opportunities to enhance the group's value through innovation and technology, with a sustainable strategy for growth and increased earnings.

Inventis Group's strategy involves growth through the addition of synergy and capability , whilst growing organically by spreading our foot print Australia-wide.

Technology Division

Inventis Technology consists of five separate brands, each of which focuses on the design and delivery of improved electronic safety and security products. Our core competencies include the design and manufacture of customized electronic sensors , controllers, PCB boards, digital displays, wireless alert and communication systems, vehicle CAN bus systems, electronic design project management , rugged computer solutions and road/rail safety solutions. Our key markets include Defence, Education, Health Care, Mining, Security Integration and Emergency Responders including Police, Fire and Ambulance.

HAZAVOID Wireless Emergency Alert Systems
opentec
SAFEZONE
ecd ecd.com.au
PNE

Furniture Division

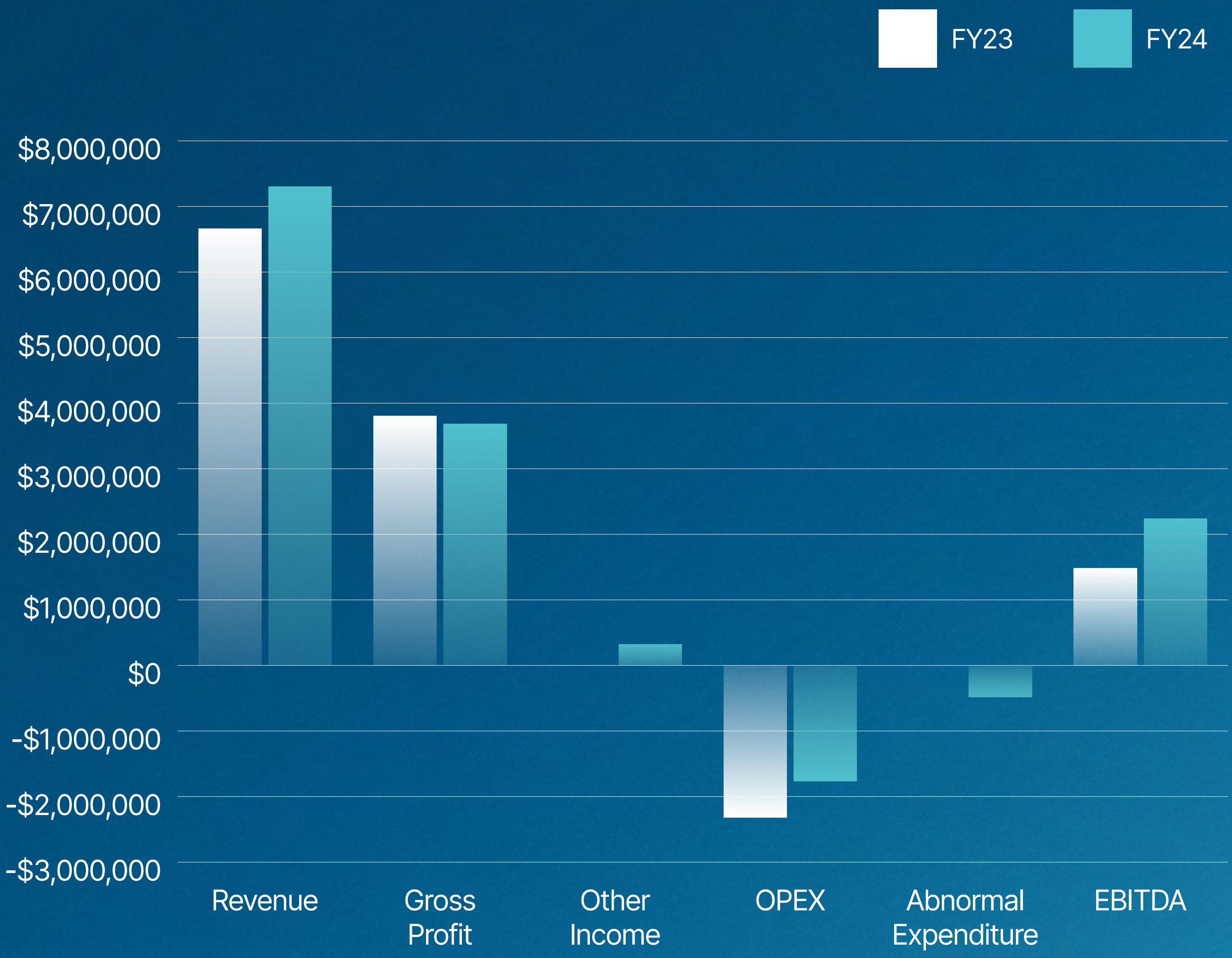
The brands under our Furniture Division excel in crafting innovative, functional, and stylish office and commercial furniture solutions. Gregory emphasises durability and aesthetics, Workstations optimises workspace layouts, Bassets offers luxury options, and Bevisco integrates advanced technology. Together, they provide a comprehensive suite of furniture solutions tailored to modern workplace needs.

GREGORY the experts in ergonomics
WORKSTATIONS.COM.AU
bevisco intelligent by design
bassett FURNITURE

FY24 Results

Technology Division (Normalised)

After Abnormal Cost



Highlights

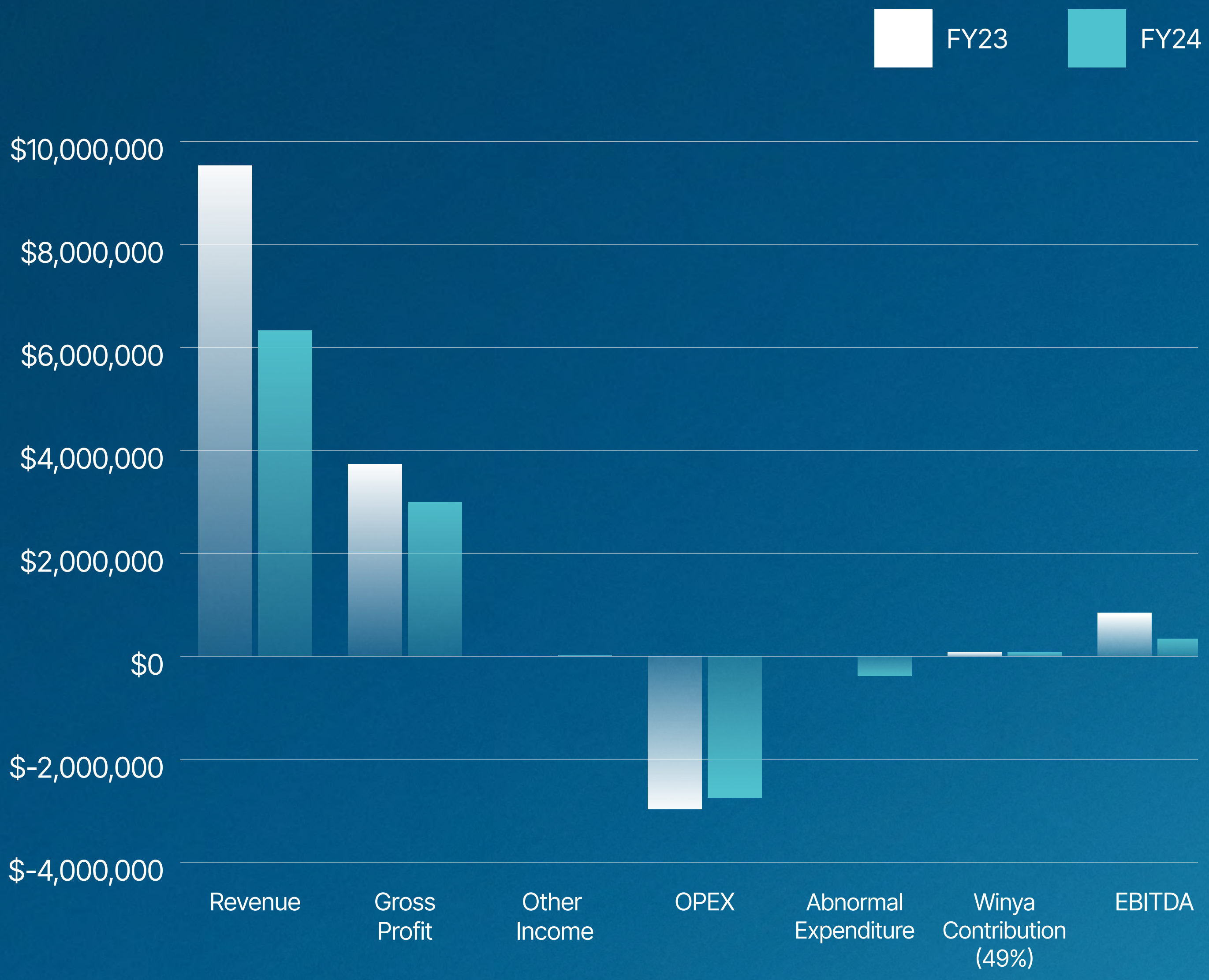
- Western Sydney Airport's new custom Hazavoid™ Storm Alert System is being delivered in September 2024.
- The US-based business Hazavoid Tx LLC has commenced trading in the USA with recent deliverables to new customer sites in the mid-west.

FY24 Results

Furniture Division (Normalised)

Reporting all Divisions except Winya 49% associate revenue

After Abnormal Cost



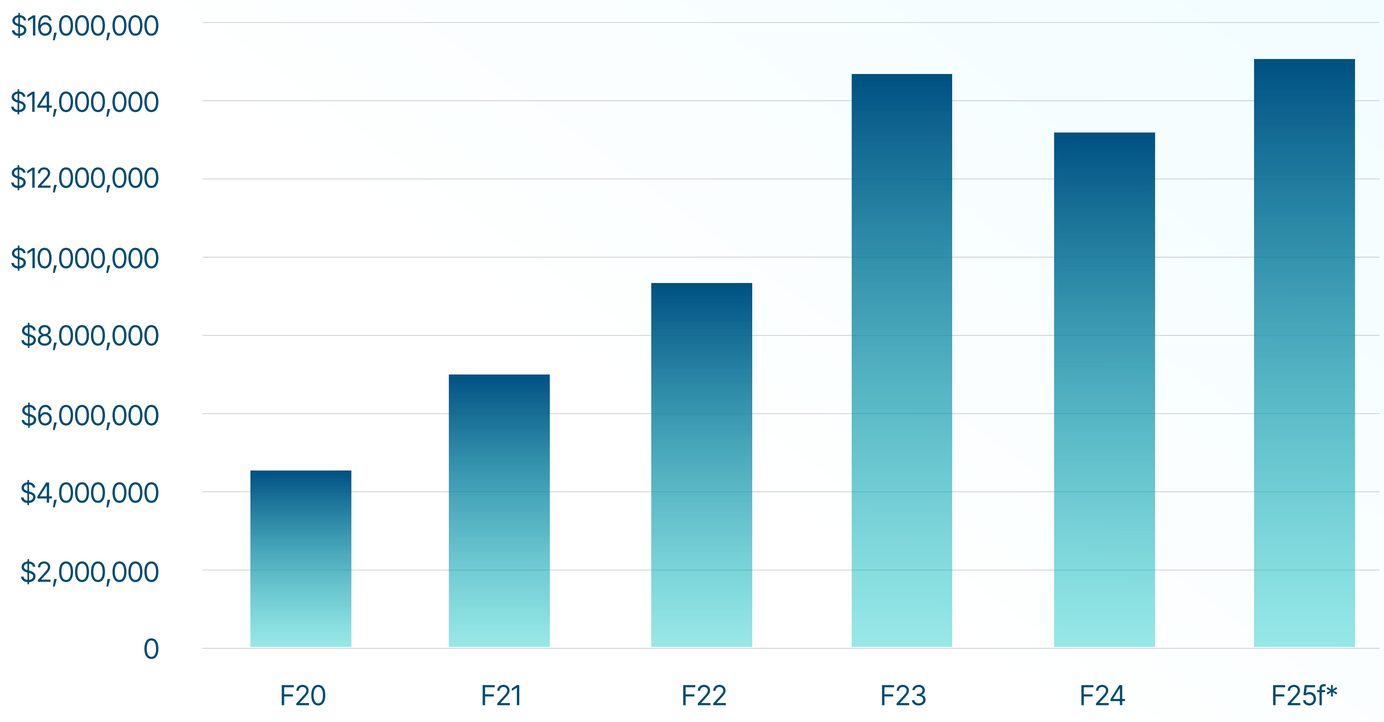
Highlights

- Both the Furniture and Technology divisions vacated its Eastern Creek premises in early 2024. The Furniture team moved to Arndell Park in Western Sydney.
- Moving costs and staff allocation costs were $518.6K overall in F24 with the benefits coming through in F25 and F26.

FY24 Results

Winya Indigenous Furniture

Investment in 49% Associate



Highlights

- Winya Indigenous Furniture is a 51% owned Indigenous business. It is certified by Australia's first certified NSW Chamber of Commerce and Supply Nation .
- In 2018 Winya was the First Company to be awarded by The United Nations for leadership and sustainable development.
- Winya a premier Indigenous Furniture business boasting unique contemporary Indigenous design using sustainable materials and putting back into First Nation communities with employment and sourcing.
- Inventis has invested in this business and has supply and Australian manufacturing agreements in place.

Inventis Limited

ACN 084 068 673

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For the Year Ended 30 June 2024

Directors' Report

30 June 2024

The Directors present their report together with the financial report of the Group, being Inventis Limited ("The Company") and its subsidiaries ("Inventis"), for the financial year ended 30 June 2024 and the auditor's report thereon.

SECTION 1:

1. DIRECTORS

The directors of the Company at any time during or since the end of the financial year are:

Tony Noun PhD, MBA, AICD, FAIM, CFP, CIAM, A&CIPANZIP, DipLi, JP
Chair

Retired 15 December 2023

Dr Tony Noun has more than 30 years professional and commercial experience with a proven track record of success. Tony's commercial experience, from both an investor and manager perspective, enables him to bring extensive financial and corporate experience to lead the Board and Management of Inventis Limited.

Tony is also an active director for a number of national and international companies that cover a broad range of industries and professional disciplines including financial services, health care, hospitality and manufacturing as well as sales and marketing.

Directorships held in other listed entities in the last 3 years: NIL.

Peter Bobbin B.Com, LL.B, M. Tax, CTA, TEP
Non-Executive Director / Chair

Appointed Chair on 15 December 2023

Peter has been a practising solicitor for more than 36 years. He is also a notary public and was a former accountant and university lecturer. He practices primarily in taxation strategy planning and commercial law and was recognised as Tax Advisor of the Year, 2015 (SME) by the Taxation Institute of Australia.

He brings his legal and tax knowledge and experience to the Board.

Directorships held in other listed entities in the last 3 years – NIL.

Michael Stafford
Non-Executive Director

Appointed Non-Executive Director on 15 December 2023

Michael has been a corporate lawyer and partner at Eakin McCaffery and Cox Lawyers for over 20 years. With extensive experience across all areas of commercial law, his expertise ranges from preparing a wide range of commercial agreements including mergers and acquisitions to advising on ASX listings and fundraising.

Directorships held in other listed entities in the last 3 years – NIL.

Anthony Mankarios MBA, CFTP, FAICD
Managing Director

Anthony has over 30 years of commercial experience leading organisations with an annual revenue approaching $400 Million in both the capacity of an Executive Director and a Non-Executive Director in manufacturing, wholesale and retail sectors encompassing national and international markets.

Anthony Mankarios was appointed Group Managing Director in late 2019. Since, the Company expanded by adding 4 related Brands within the network in a relatively short timeframe, adding significant off-balance sheet value to the Group. Additionally with Investments in Winya Indigenous Furniture and a number of global Hazavoid™ start- ups in the USA and the Philippines.

Focused on developing solutions during significantly challenging times, Anthony's ethical focus and effective communication skills ensures all stakeholders are treated respectfully with the ability to meet shared objectives and values creating long term organisational value.

Directorships held in other listed entities in the last 3 years – NIL.

SECTION 1 (continued)

2. COMPANY SECRETARY

Miss Chantelle Knight is the Company Secretary

Mr Michael Green is the Co-Company Secretary

3. DIRECTORS' MEETINGS

The number of Directors' meetings (including meetings of committees of Directors) and number of meetings attended by each of the Directors of the Company during the financial year were:

	Board Meetings		Audit Committee Meetings		Nomination and Remuneration Committee	
Directors	Attended	No. of Meetings	Attended	No. of Meetings	Attended	No. of Meetings
Mr Tony Noun - *Retired 15 December 2023*	3	8	1	2	0	2
Mr Peter Bobbin	8	8	2	2	2	2
Mr Michael Stafford – Appointed 15 December 2023	4	8	1	2	2	2
Mr Anthony Mankarios	8	8	2	2	2	2

A – Number of meetings attended.
B - Number of meetings held during the time the director held office during the year.

[1] The external auditor met with the Board once during the year together with management. The Audit and Risk Management sub-committee as well as the Remuneration and Nomination sub-committee comprise of all directors however, the Chair of each committee is currently Peter Bobbin.

4. DIRECTORS' INTERESTS

The relevant interest of each Director that held office during the year in the ordinary shares issued by Inventis Limited, as notified by the Directors to the Australian Securities Exchange in accordance with S205G(1) of the Corporations Act 2001, at 30 June 2024 is as follows:

	Held at 1 July 2023	Holding at the date of appointment	Purchases	Sales / transfers / Other	Held 30 June 2024	Direct Holdings held 30 June 2024
Directors						
Tony Noun	9,166,667	-	-		9,166,667	-
Peter Bobbin	3,142,384	-	2,500,000		5,642,384	-
Anthony Mankarios	12,915,712	-	2,524,059		15,439,771	-

*Note:*** Mr Tony Noun retired 15 December 2023.*

SECTION 1 (continued)

5. CORPORATE GOVERNANCE STATEMENT

The Directors of Inventis Limited (the Company) are committed to fulfilling its governance obligations and responsibilities in the best interests of the Company and its Shareholders. The 2023 Corporate Governance Statement details the key aspects of the Company's corporate governance framework and practices. Except where specified in the statement, the recommendations set by the ASX Corporate Governance Council's Principles and Recommendations 4th Edition, have been followed.

The Company's current Corporate Governance Statement and additional information about the Company's Governance Framework and Company Policies can be found on the corporate web site. The link below will provide access to Board Charters, Key Corporate Policies, and Key Corporate Documents

https://www.inventis.com.au/governance/

5.1 Ethical Standards and Policies

5.1.1. Diversity and Inclusion Policy:

The Company has developed a Diversity and Inclusion Policy (last amended and approved September 2022). The Company understands and recognises the value in having a diverse workforce from which to draw on. The Company is committed to treating staff equally irrespective of their gender, race, age, ethnicity, sexual orientation, disability, or religious belief.
The Company's diversity objectives have and continues to be:

- To seek, appoint and promote based on skills, experience, and capability, not gender, race or any other criteria;
- Ensure all employees have equal access to opportunities in the workplace; and
- Ensure equal pay for equal work in the workplace.

The Company has the following women as senior executives:

- The Human Resources Manager and Co-Company Secretary
-

As at 30 June 2024, the Company had the following female staff:

Company Name	Female Staff	Total Staff	Percentage
Corporate Division	1	5	20%
Inventis Group	22	55	40%

Currently, the Board positions have been restricted to three by the Board and Shareholders.

5.2 Remuneration Report - audited

The Remuneration Report is set out under the following main headings:

A. Principles used to determine the nature and amount of remuneration

B. Details of remuneration

C. Service agreements

D. Additional disclosures

A. Principles used to determine the nature and amount of remuneration

The remuneration policy of the Group has been designed to align Director and executive objectives with shareholders and business objectives by providing a fixed remuneration component and offering incentive based on key performance areas affecting the Group's financial results. The Board believes the remuneration policy to be appropriate and effective in its ability to attract and retain the best executives and directors to run and manage the Group, as well as create goal congruence between directors, executives and shareholders.

All remuneration paid to Directors is valued at the cost to the Group and expensed.

Executive pay

The executive pay and reward framework has three components:

- Base pay and benefits
- Short-term performance incentives
- Other remuneration such as superannuation.

The combination of these comprises the executive's total remuneration. The Group approved its long-term equity linked performance incentives specifically for executives. For the reporting period, no options were issued under the Employee Performance Option Plan (EPOP).

Base pay and benefits

Base pay is structured as a total employment cost package which may be delivered as a combination of cash and prescribed non-

SECTION 1 (continued)

financial benefits at the executive's discretion. It includes Super Guarantee Charge at the rate prescribed by the Government from time to time.

Executives are offered a competitive base pay that comprises the fixed component of pay and rewards. When required, external remuneration consultants provide analysis and advice to ensure base pay is set to reflect the market for a comparable role. Base pay for senior executives is reviewed annually to ensure the executive's pay is competitive with the market. An executive's pay is also reviewed on promotion.

There are no guaranteed base pay increases, except for CPI in some cases included in any senior executives' contracts.

Benefits

Executives receive benefits including car allowances.

Short-term performance incentives (STI)

If the Group achieves a predetermined profit target set by the Board, a short-term incentive (STI) pool is available to executives during the annual review. Cash incentives (bonuses) are payable on 30 September each year. Using a profit target ensures variable reward is only available when value has been created for shareholders and when profit is consistent with the business plan. The incentive pool is leveraged for performance above the threshold to provide an incentive for executives to out-perform.

The Group has a bonus incentive scheme for individual management employees. This is broadly based on the achievement of the Group profit objectives and the achievements of the individual KPIs. During the year ended 30 June 2024 due to the performance of the business, no profit targets or individual KPI targets were set and therefore no bonus pool was available.

Other remuneration such as superannuation

The Directors, if salaried, and executives receive a superannuation guarantee contribution required by government, which was 11% for the 2024 year and is currently 11.5%, and do not receive any other retirement benefits. However, some individuals have chosen to sacrifice part of their salary to increase payments towards superannuation.

Consequences of performance on shareholder wealth

In considering the Group's performance and benefits for shareholder wealth, the Board considers the following indices in respect of the current financial year and the previous four financial years.

Consequences of performance on shareholder wealth

	2024	2023	2022	2021	2020
Net profit / (loss) attributable to equity holders of the parent ($)	-3,423,512	-1,940,715	70,303	76,794	-292,804
Basic earnings / (loss) per share	(4.54)c	(2.95)c	0.11c	0.01c	(0.04)c

Dividends, share price and return on capital are not considered in setting STI. The overall level of key management personnel's compensation takes into account the performance of the Group over a number of years and meeting specified KPI's.

A. Details of remuneration Amounts of remuneration

Details of the remuneration of the Directors and the key management personnel of the Group are set out in the following tables. The total value of amounts paid to Directors and the key management personnel was
$557,260 (2023: $378,373).

For the year ended 30 June 2024, the key management personnel of the Group included the following Directors and executive officers:

Directors:

Mr. Tony Noun – Chair *Retired 15 December 2023*

Mr. Peter Bobbin – Non-executive Director / Chair

Mr. Michael Stafford – Non-executive Director

Mr. Anthony Mankarios – Managing Director

Other Key Management Personnel:

Michael Green – Chief Operation Officer & Co - Company Secretary

Chantelle Marie Knight – Company Secretary – Commenced 15 December 2023

Ben Xu (Jia Lin Xu) – Interim Chief Financial Officer – Commenced 10 January 2024

Inventis Limited

		Short-term					Post-employment	Other long term				
		Salary & Fees	Other Benefits	Cash & Bonus	Non-monetary benefits	Total	Superannuation Benefits	Long service leave	Share option Expense to profit and Loss	Total including benefits	Proportion of remuneration performance related	Termination Pay Includes Unused Long Service Leave and unused Annual Leave
Company												
Non-Executive Directors		$	$	$	$	$	$	$		$	$	$
Mr. T Noun	**2024**	-	-	-	-	-		-		-	-	-
	2023	-	-	-	-	-	-	-	-	-	-	-
Mr. Peter Bobbin	**2024**		-	-	-	-		-		-	-	-
	2023	-	-	-	-	-	-	-	-	-	-	-
Mr. Michael Stafford	2024	-	-	-	-	-		-		-	-	-
Non-Executive Director – Appointed 15th December 2023	2023	-	-	-	-	-	-	-	-	-	-	-
Mr Anthony Mankarios	**2024**	**250,000**	-	-	-	**250,000**	-	-	-	**250,000**	-	-
Managing Director	2023	250,000	-	-	-	250,000	-	-	53,048	303,048	-	-
Other Key Management Personnel												
Mr Michael Green	**2024**	**200,657**	-	-	-	**200,657**	**22,072**	-	-	**222,729**	-	-
	2023	68,167	-	-	-	68,167	7,158	-	-	75,325	-	-
Miss Chantelle Knight	**2024**	**64,125**	-	-	-	**64,125**	**6,112**	-	-	**70,237**	-	-
Company Secretary – Appointed 15th December 2023	2023	-	-	-	-	-	-	-	-	-	-	-
Mr Ben Xu	**2024**	**76,154**	-	-	-	**76,154**	**8,377**	-	-	**84,531**	-	-
Interim Chief Financial Officer – Appointed 10th January 2024	2023	-	-	-	-	-	-	-	-	-	-	-
Total	**2024**	**590,936**	-	-	-	**590,936**	**36,561**	-	-	**627,497**	-	-
Total	**2023**	**318,167**	-	-	-	**318,167**	**7,158**	-	**53,048**	**378,373**	-	-

Notes:

1. The Non-executive Directors agreed to waive their renumeration in 2024
2. Excludes payments made from Associates

SECTION 1 (continued)

5.2 Remuneration Report - audited (continued)

B. Service agreements

It is the Group's policy that service contracts for key management personnel are unlimited in term but capable of termination on notice by either party.

The key management personnel are also entitled to receive on termination of employment their statutory entitlements of accrued annual and long service leave, together with any superannuation benefits.

The service contracts outline the components of compensation paid to the key management personnel but do not prescribe how compensation levels are modified year to year. Compensation levels are reviewed each year to take into account cost-of-living changes, any change in the scope of the role performed by the senior executive and any changes required to meet the principles of the compensation policy.

Anthony Mankarios is the Managing Director of the Group and receives remuneration in accordance with a services agreement with Starball Pty Ltd, trading as Man Investments and Consultants dated 28 October 2019, as amended from time to time by the Board. The contract operates continuously with a 12-month notice period.

C. Additional disclosures

Directors' and Executive Officers' Compensation Parent Entity and Group

Details of the nature and amount of each major element of compensation of each Director of the Parent Company and the Group, the Chief Financial Officer and relevant Group executives as other key management personnel are set out in the tables on page 17.

Non-Executive Directors

Total compensation for all Non-Executive Directors, last voted upon by shareholders at the 2004 AGM, is not to exceed $250,000 per annum and is set based on advice from external advisors with reference to fees paid to other Non-Executive Directors of comparable companies. Directors' base fees are presently set at $48,000 per annum, with the Chair set at $96,000 per annum.

Non-Executive Directors do not receive performance related compensation. Directors' fees cover all main Board activities and membership of one committee. Currently there are no sub-committees to the Board.

In the event any non-executive director is required to do an executive role for a short period of time, a separate remuneration amount for the executive role is paid in addition to their director's remuneration.

Share Options

Employee Performance Option Plan

The Group previously established an Employee Performance Option Plan to assist in the attraction, retention, and motivation of employees, senior executives and Executive Directors of the Group. This is currently being updated to a new Executive Share Option Plan (ESOP), which will be put to this year's Annual General Meeting for Shareholder consideration.

The ESOP is administered by the Board which may determine:

- ➢ Which executives and employees are eligible to participate;
- ➢ The criteria relevant to the selection of eligible executives and employees; and

The ineligibility of an executive or employee to participate in the ESOP if in the Board's opinion participation by that executive or employee would constitute a breach of the rules of ESOP, or of the Company's Constitution, or of the ASX Listing Rules, or of any law of any jurisdictions.

A person eligible for participation in the ESOP means either a person who is an employee of the Company or any of its associated entities as an executive or an employee on a full time or part time basis and is declared by the Committee to be eligible to participate in the ESOP.

D. Additional disclosures (continued)

Share Based Compensation

a. Issue of Shares

There were no shares issued to directors or other key management personnel as part of compensation during the year ended 30 June 2024.

SECTION 1 (continued)

5.2 Remuneration Report - audited (continued)

b. Options

The terms and conditions of each grant of options over ordinary shares affecting remuneration of directors and other key management personnel in this financial year or future reporting years are as follows:

Name	Number of options granted	Grant Date	Vesting date and exerciseable date	Expiry Date	Exercise Price	Fair Value per option at grant Date
Director						
Anthony Mankarios	666,666	26-Nov-21	26-Nov-23	26-Nov-24	0.130	0.0660
Anthony Mankarios	666,668	26-Nov-21	26-Nov-24	26-Nov-25	0.130	0.0750

Options granted carry no dividend or voting rights.

All options were granted over unissued fully paid ordinary shares in the company. Options vest based on the provision of service over the vesting period whereby the executive becomes beneficially entitled to the option on vesting date. Options are exercisable by the holder as from the vesting date. There has not been any alteration to the terms or conditions of the grant since the grant date. There are no amounts paid or payable by the recipient in relation to the granting of such options other than on their potential exercise.

c. Option Holding

The number of options over ordinary shares in the company held during the financial year by each director and other members of key management personnel of the consolidated entity, including their personally related parties, is set out below:

Name	Balance at the start of the year	Granted	Exercised	Expired / forfeited / other	Balance at the end of the year
Directors					
Anthony Mankarios	2,000,000			(666,666)	1,333,334

d. Shares under Option

Unissued ordinary shares of Inventis Limited under option at the date of this report are as follows:

Grant Date	Expiry Date	Exercise Price	Number under option
26-Nov-21	25-Nov-24	0.130	666,666
26-Nov-21	26-Nov-25	0.130	666,668

No person entitled to exercise the options had or has any right by virtue of the option to participate in any share issue of the company or of any other body corporate.

e. Shares issued on exercise of options

The were no ordinary shares of Inventis Limited issued during the year ended 30 June 2024 and up to the date of this report as a result of the exercise of options granted.

Individual directors and executive's compensation disclosures

The Company paid interest of $1,615,225 (2023: $1,460,329), purchased information technology services of $4,362 (2023: $3,191), draw down funds on existing facilities totalling $4,805,000 and repaid $6,186,000 (2023: drawdown $3,057,000 and repaid $1,231,000) from / to entities associated with Tony Noun. All transactions entered into had been done on arm's length basis.

The Company paid interest of $34,950 (2023: $11,595), obtained an additional loan totalling $308,000 and repaid $250,000 (2023: loan $298,000 and repaid $181,718) from / to entities associated with Anthony Mankarios. All transactions entered into had been done on arm's length basis.

The Company paid interest of $Nil (2023: $Nil), obtained an additional loan totalling $275,000 and repaid Nil (2023: Nil Loans and Nil repayments) from / to entities associated with Peter Bobbin. All transactions entered into had been done on arm's length basis.

Apart from the details disclosed in this note, no director has entered into a material contract with the Group since the end of the previous financial year and there were no material contracts involving directors' interests existing at year-end.

Loans from key management personnel and their related parties

Loan amounts owed to an entity associated with Tony Noun as at the reporting date were $7,904,771 (2023: $10,857,688).

SECTION 1 (continued)

5.2 Remuneration Report - audited (continued)

Other key management personnel transactions

From time to time, key management personnel of the Group, its subsidiaries or their related entities, may purchase goods from the Group. These purchases are on the same terms and conditions as those entered into by other Group employees or customers and are trivial or domestic in nature.

Movements in shares

The movement during the reporting period in the number of ordinary shares in Inventis Limited held, directly, indirectly or beneficially, by each key management person, including their related parties, is as follows:

FY 2024

	Held at 1 July 2023	Holding at the date of appointment	Purchases	Sales / transfers / Other	Held 30 June 2024	Direct Holdings held 30 June 2024
Directors						
Tony Noun	9,166,667	-	-	-	9,166,667	-
Peter Bobbin	3,142,384	-	2,500,000	-	5,642,384	-
Anthony Mankarios	12,915,712	-	2,524,059	-	15,415,712	-

End of audited remuneration report.

SECTION 2:

1. PRINCIPAL ACTIVITIES

The principal activities of the Group during the course of the financial year were the manufacture and sale of commercial furniture, electronic controllers and computers.

2. FINANCIAL REVIEW

	2024	2023	2022	2021	2020
Net profit / (loss) attributable to equity holders of the parent ($)	-3,423,512	-1,940,715	70,303	76,794	-292,804
Basic earnings / (loss) per share	(4.54)c	(2.95)c	0.11c	0.01c	(0.04)c

3. FINANCIAL CONDITION

Capital structure

As at the reporting date the number of shares on issue was 75,924,386 (2023: 70,924,386). At the reporting date the share capital of the Group stood at $37,986,207 (2023: $37,698,583) and net liability stood at $(4,415,847) (2023: net liability $(1,288,951).

Liquidity and funding

As at the reporting date, cash and cash equivalents on hand of the Group stood at $95,607 (2023: $946,726). Total current assets stood at $4,984,307 (2023: $6,618,335) and current liabilities stood at $9,514,199 (2023: $9,618,335) making the liquidity ratio 0.52 (2023: 0.74).

The Group has available to it $15 million in funding facilities of which $7.9 million has been activated as at the reporting date. Included in the $15 million funding facility amount are Debtor Financing and Purchase Order Funding Facilities. The combined limit of these facilities is $7.2 million, however the ability of the Group to access the full limit of these facilities is contingent upon the Group's ability to generate the necessary sales to unrelated third party customers.

Cash flows from operations

In the financial year net cash outflows of the Group from operating activities were ($708,110) (2023: ($651,622)).

Net cash outflows from investing activities during the financial year were ($12,009) (2023: ($599,978)). Net cash outflows from financing activities during the financial year was ($131,000) (2023: $1,314,414).

In the financial year there was a net decrease in cash and cash equivalents of ($851,119) (2023: $62,813).

SECTION 2 (continued)

4. PRINCIPAL BUSINESSES

A commentary on the two operating divisions is set out below:

Technology Division:

The Technology Division's revenue for the year ended 30 June 2024 was $7,301,464 as compared to $6,658,617 for the previous financial year and an increase of 10%.

Normalised EBITDA (Earnings before Interest, Tax, Depreciation and Amortisation and excluding shared corporate costs) for the year was $2,239,148 as compared to $1,486,391for the previous financial year, excluding one off expense: Office and warehouse relocation $104,536, Oversea Expansion $340,826 and other one off expenses $37,713.

	Technology Division Normalised 2024	Abnormal expenditure 2024	Technology Division 2024	Technology Division 2023
Total revenue	7,301,464		7,301,464	6,658,617
Total Gross Profit	3,681,352		3,681,352	3,807,694
Other Income	320,221		320,221	(4,043)
OPEX	(1,762,425)	(483,077)	(2,245,502)	(2,317,260)
Normalised EBITDA	2,239,148	(483,077)	1,756,071	1,486,391

Furniture Division:

The Furniture Division's continuing operations revenue for the year ended 30 June 2024 was $6,326,157 as compared to $9,529,334for the previous financial year and an decrease of 33%.

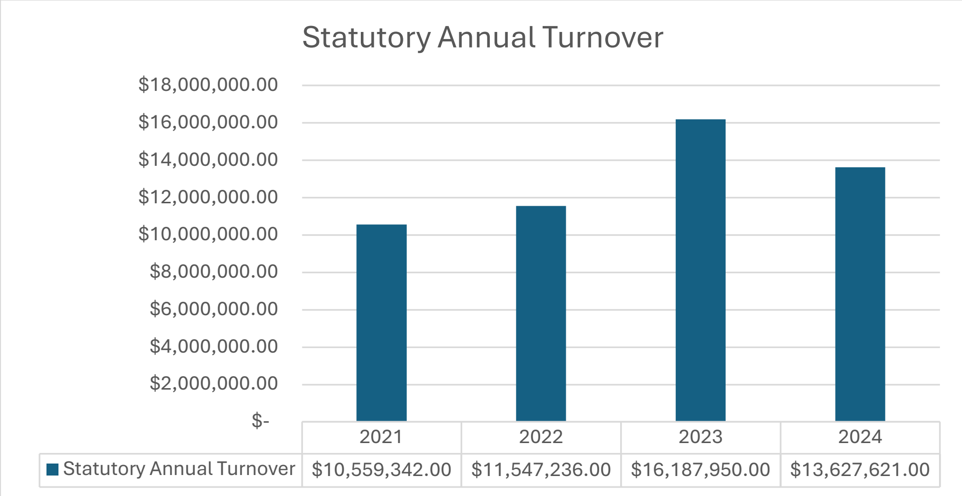
Normalised EBITDA (Earnings before Interest, Tax, Depreciation and Amortisation, excluding shared corporate costs) for the year was $344,444 as compared to the previous financial year of $840,436, excluding one off expense: Office and warehouse relocation $306,084, other one off expenses $74,794.

	Furniture Division Normalised 2024	Abnormal expenditure 2024	Furniture Division 2024	Furniture Division 2023
Total revenue	6,326,157		6,326,157	9,529,334
Total Gross Profit	2,992,944		2,992,944	3,733,017
Other Income	9,312		9,312	86
OPEX	(2,741,874)	(380,879)	(3,122,753)	(2,967,664)
Winya contribution (49%)	74,062		74,062	74,997
Normalised EBITDA	334,444	(380,879)	(46,435)	840,436

Group Results Commentary:

The Group reported a loss was ($3.4M) to 30th June 2024 compared to a loss of ($1.9M) the prior year. The loss reported includes all one-off costs and non -cash impairments of Stock provisions and Workstations Goodwill as required under the Australian Standards taken up in F24 mainly due to re-structuring, moving its lease facilities i.e- Technology and Furniture divisions moved into two separate locations during this period.Whilst disappointing, the Group decided to invest in global expansion and a raft of initiatives to further improve the Group moving forward, these expenses were taken up in the F24 results.

Inventis Limited



Sales across the Technology Division for F24 were up 10% (YOY).

The US-based business Hazavoid Tx LLC has commenced trading in the USA with recent deliverables to new customer sites in the mid-west. We have listened to the market and have upgraded the Hazavoid™ module to support the K-12 Standard Response Protocol notification messages recognised in over 130,000 schools nationally. New Distribution Agreements are being developed in the Mid-West and Eastern Seaboard regions and additional regional agreements are currently being sourced. These opportunities are expected to improve the USA revenue over the next 12-24 months. We have formulated a financial model for the USA to take Hazavoid into the lower USA states in the next 4 years. Legal work for the Hazavoid Tx LLC's "Lease to Buy" subscription model has been completed and we are finalising our relationship with a US based financier to provide funding (subject to customer credit approvals) for this roll-out. Closer to home, the Western Sydney Airport's new custom Hazavoid™ Storm Alert System is being delivered in September 2024, we passed the factory acceptance test required by prime contractors Multiplex and Honeywell. This may open up a new mass notification opportunity in the broader aviation market. Hazavoid is developing a range of qualified pipeline opportunities in the Philippines, with the provincial Disaster Risk Reduction Management Summit as well as initial plans for the upcoming new Manila International Airport.

We are also continuing to work with our partner Varley Group to develop new longer-term opportunities of over $85M in the Philippines for various ranges of emergency vehicles and command vehicles with our Impart brand.

ECD is in the process of finalising new technical IP which has been under development over the last 3 months. The new "Plug and Play" circuit boards and controllers will shortly be tested against the highly rated EN81 Standards which relate to Global Safety Standards for the industry. Accreditation to this standard is expected to create additional revenue prospects.

We continue to open offshore opportunities in both the US and Southeast Asian market with early indications being positive from Australian and International clients located in the US, Philippines, and Malaysia.

Opentec recently secured a new order in excess of A$6.86M million, with stage 1 in June 2024 with the remaining A$5.7M scheduled for delivery in Q3 of the 2025 Financial Year. In partnership with our overseas OEM, Opentec have helped develop and recently presented a prototype solution for a section of the Australian Government which relates to improvements to existing Australian Standards for IT hardware and their applications. We are working closely with the relevant government technical working group relating to improvements to existing government requirements. To date, we have received positive feedback regarding this unique "world- first" solution and discussions continue. We are currently working toward Australian Government Grants relating to this project and we have lodged Export Grant applications for future international growth with a focus on Technology.

The Company's Furniture Division made up of Gregory, Bassett and Workstation incurred reduced sales due to the much-publicised building industry collapse and general economy malaise and project delays resulting in losses in F24. The business strategy underwent review and a significant restructure. This has affected the overall net statutory results. Both the Furniture and Technology divisions vacated its Eastern Creek premises in early 2024. The Furniture team moved to Arndell Park in Western Sydney and the Technology team to Matraville. Moving costs and staff allocation costs were $518.6K overall in F24 with the benefits coming through in F25 and F26. The (non-grouped) 49% investment in Winya Indigenous Office Furniture Pty Ltd which stands at $99K in Q4, is expected to make a positive contribution in F24 with a normalised EBITDA of $1.53M (taking out one-off annual change management costs and inventory treatment of $643K) on sales of $13.23 Million. The past focus for Winya was on building a National Australian footprint. The focus has now shifted to delivering future maintainable profits

4. REVIEW OF OPERATIONS AND ACTIVITIES

Financial Review

The consolidated results for the financial year ended 30 June 2024 are:

	2024	2023
Sales Continuing Operations	13,627,621	16,187,950
(Loss) / Profit from Continuing Operations after	(3,423,512)	(1,940,715)
(Loss) / Profit after tax for the period	(3,423,512)	(1,940,715)

5. SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There have been no significant changes in the state of affairs of the Group during the year up to the date of this Report.

6. DIVIDENDS

No dividend has been declared or paid relating to the current year.

7. EVENTS SUBSEQUENT TO REPORTING DATE

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction, or event of a material and unusual nature likely, in the opinion of the directors of the Company, to affect significantly the operations of the Group, the results of those operations, or the state of affairs of the Group, in future financial years.

8. INDEMNIFICATION AND INSURANCE OF OFFICERS AND AUDITORS

The Company has agreed to indemnify the current Directors of the Company against all liabilities to another person (other than the Company or a related body corporate) that may arise from their position as Directors of the Company and its controlled entities, except where the liability arises out of conduct involving a lack of good faith. The agreement stipulates that the Company will meet the full amount of any such liabilities, including costs and expenses.

The Auditor is not indemnified.

Insurance premiums

Since the end of the previous financial year the Company has paid insurance premiums of $26,393 (2023: $33,827) in respect of Directors' and Officers' liability insurance for current and former Directors and Officers of the Company. The insurance premiums relate to:

- Costs and expenses incurred by the relevant Officers in defending proceedings, whether civil or criminal and whatever their outcome; and
- Other liabilities that may arise from their position, with the exception of conduct involving a wilful breach of duty or improper use of information or position to gain a personal advantage.

The insurance policies outlined above do not contain details of the premiums paid in respect of individual Officers of the Company.

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Inventis Limited

10. NON-AUDIT SERVICES

	Consolidated	
	2024	2023
Audit Services		
Auditors of the Company		
PKF * :		
Review of half yearly financial reports	50,000	34,000
Audit and review of year end financial reports	65,000	102,350
Total Auditor's Remuneration	115,000	136,350

*PKF appointed Auditor for FY2024.

11. PROCEEDINGS ON BEHALF OF THE COMPANY

No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party, for the purpose of taking responsibility for and on behalf of the Company for all or part of those proceedings. No proceedings have been brought or intervened in or on behalf of the Company with leave of the Court under section 237 of the Corporations Act 2001.

12. ROUNDING

The Company is of the kind referred to in the Corporations Instrument 2016/191; issued by the Australian Securities and Investments Commissions relating to "rounding off". Amounts in this report have been rounded off in accordance with the Corporations Instrument 2016/191 to the nearest dollar unless otherwise stated.

13. LEAD AUDITOR'S INDEPENDENCE DECLARATION

The Lead Auditor's Independence Declaration is set out on page 25 and forms part of the Directors' Report for the financial year ended 30 June 2024.

This report is made with a resolution of the Directors:

Peter Bobbin	Anthony Mankarios
Chair	Managing Director

Dated at Sydney this 27 September 2024

PKF(NS) Audit & Assurance Limited Partnership
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Level 8, 1 O'Connell Street, Sydney NSW 2000

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Sydney T: +61 2 8346 6000 F: +61 2 8346 6099
info@pkf.com.au
www.pkf.com.au

Auditor's Independence Declaration under Section 307C of the *Corporations Act 2001* to the Directors of Inventis Limited

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2024, there have been:

(i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and

(ii) no contraventions of any applicable code of professional conduct in relation to the audit.

PKF

PKF

S Tobutt

SCOTT TOBUTT
PARTNER

27 SEPTEMBER 2024
SYDNEY, NSW

Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2024

	Note	2024 $	2023 $
Revenue	6	**13,627,621**	16,187,950
Cost of sales		**(6,953,344)**	(8,647,240)
Gross profit		**6,674,277**	7,540,710
Other income	6	**337,002**	260,328
Share of net profits of associates using the equity method		**74,062**	74,997
Expenses			
Manufacturing and operating		**(2,850,195)**	(2,162,453)
Engineering and quality assurance		**(920,253)**	(952,980)
Administrative		**(2,969,010)**	(2,421,197)
Sales and marketing		**(1,990,974)**	(2,685,734)
Results from operating activities	8	**(1,645,091)**	(346,329)
Finance income	7	**32,463**	3,332
Finance expenses	7	**(1,810,887)**	(1,610,218)
Net finance expenses		**(1,778,424)**	(1,606,886)
Loss before income tax		**(3,423,515)**	(1,953,215)
Income tax benefit	9	**-**	12,500
Loss for the year from continuing operations		**(3,423,515)**	(1,940,715)
Other comprehensive income, net of income tax			
Items that will be reclassified to profit or loss when specific conditions are met			
Exchange differences on translating foreign controlled entities		**-**	319
Other comprehensive income for the year, net of tax		**-**	319
Total comprehensive income for the year		**(3,423,515)**	(1,940,396)
Loss attributable to:			
Members of the parent entity		**(3,423,515)**	(1,940,715)
Total comprehensive income attributable to:			
Members of the parent entity		**(3,423,515)**	(1,940,396)
Loss per share			
Basic earnings per share (cents)	22	**(4.54)**	(2.95)
Diluted earnings per share (cents)	22	**(4.54)**	(2.95)
From continuing operations:			
Basic earnings per share (cents)	22	**(4.54)**	(2.95)
Diluted earnings per share (cents)	22	**(4.54)**	(2.95)

The accompanying notes form part of these financial statements.

Consolidated Statement of Financial Position

As At 30 June 2024

	Note	2024 $	2023 $
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		**95,607**	946,726
Trade and other receivables	10	**2,376,004**	2,909,369
Inventories	11	**2,418,756**	3,001,824
Current tax receivable	24	**93,939**	93,939
TOTAL CURRENT ASSETS		**4,984,306**	6,951,858
NON-CURRENT ASSETS			
Investments accounted for using the equity method	29	**357,121**	283,059
Other financial assets	12	**372,838**	76,208
Loans and advances		**9,667**	-
Property, plant and equipment	14	**676,846**	2,975,744
Deferred tax assets	24	**316,189**	506,564
Intangible assets	15	**4,936,461**	5,290,752
Right-of-use assets	16	**1,846,247**	646,708
TOTAL NON-CURRENT ASSETS		**8,515,369**	9,779,035
TOTAL ASSETS		**13,499,675**	16,730,893
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	17	**4,664,442**	4,470,715
Borrowings	18	**2,154,088**	2,920,019
Contract liabilities	13	**217,886**	110,816
Lease liabilities	16	**788,051**	736,731
Employee benefits	19	**1,689,831**	1,370,054
Deferred tax liabilities		**-**	10,000
TOTAL CURRENT LIABILITIES		**9,514,298**	9,618,335
NON-CURRENT LIABILITIES			
Borrowings	18	**7,082,226**	8,136,661
Deferred tax liabilities	24	**-**	177,500
Lease liabilities	16	**1,262,279**	31,537
Employee benefits	19	**56,819**	55,811
TOTAL NON-CURRENT LIABILITIES		**8,401,324**	8,401,509
TOTAL LIABILITIES		**17,915,622**	18,019,844
NET ASSETS		**(4,415,947)**	(1,288,951)
EQUITY			
Issued capital	20	**37,986,207**	37,698,583
Reserves	21	**161,726**	(946,725)
Accumulated losses		**(42,563,880)**	(38,040,809)
TOTAL EQUITY		**(4,415,947)**	(1,288,951)

The accompanying notes form part of these financial statements.

Consolidated Statement of Changes in Equity
For the Year Ended 30 June 2024

2024

	Issued Capital	Accumulated Losses	Foreign Currency Translation Reserve	Option Reserve	Other	Total
	$	$	$	$	$	$
Balance at 1 July 2023	**37,698,583**	**(38,040,809)**	**(1,096,493)**	**149,768**	**-**	**(1,288,951)**
Loss attributable to members of the parent entity	**-**	**(3,423,515)**	**-**	**-**	**-**	**(3,423,515)**
Other comprehensive income for the year	**-**	**-**	**-**	**-**	**-**	**-**
Total comprehensive income for the year	**-**	**(3,423,515)**	**-**	**-**	**-**	**(3,423,515)**
Transactions with owners in their capacity as owners						
Issue of shares, net of transaction costs	**287,624**	**-**	**-**	**-**	**-**	**287,624**
Adjustment arising from deregistered NZ entity	**-**	**(1,099,556)**	**1,096,493**	**-**	**-**	**(3,063)**
Share-based payments	**-**	**-**	**-**	**80**	**-**	**80**
Issue of convertible notes - equity component	**-**	**-**	**-**	**-**	**11,878**	**11,878**
Balance at 30 June 2024	**37,986,207**	**(42,563,880)**	**-**	**149,848**	**11,878**	**(4,415,947)**

2023

	Issued Capital	Accumulated Losses	Foreign Currency Translation Reserve	Option Reserve	Other	Total
	$	$	$	$	$	$
Balance at 1 July 2022	37,382,841	(36,100,094)	(1,096,812)	140,800	-	326,735
Loss attributable to members of the parent entity	-	(1,940,715)	-	-	-	(1,940,715)
Other comprehensive income for the year	-	-	319	-	-	319
Total comprehensive income for the year	-	(1,940,715)	319	-	-	(1,940,396)
Transactions with owners in their capacity as owners						
Issue of shares, net of transaction costs	315,557	-	-	-	-	315,557
Application monies received - not allotted	185	-	-	-	-	185
Share-based payments	-	-	-	8,968	-	8,968
Balance at 30 June 2023	37,698,583	(38,040,809)	(1,096,493)	149,768	-	(1,288,951)

Consolidated Statement of Cash Flows

For the Year Ended 30 June 2024

	Note	2024 $	2023 $
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers		**15,376,000**	16,231,920
Receipt from government grants		**41,207**	128,328
Payments to suppliers and employees		**(14,433,563)**	(15,474,699)
Interest received		**32,464**	3,332
Interest paid		**(1,724,218)**	(1,540,504)
Net cash used in operating activities	32	**(708,110)**	(651,623)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from sale of investment		**840,333**	-
Purchase of property, plant and equipment		**(418,777)**	(76,101)
Purchase of investments		**(433,565)**	(548,877)
Dividends received		**-**	25,000
Net cash used in investing activities		**(12,009)**	(599,978)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Proceeds from issue of shares		**300,000**	-
Proceeds from the issue of convertible notes		**950,000**	131,689
Proceeds from borrowings		**4,805,000**	3,116,805
Payment of transaction costs		**-**	(38,000)
Payment of borrowings		**(6,186,000)**	(1,112,389)
Principal repayments of lease liabilities		**-**	(783,691)
Net cash (used in)/provided by financing activities		**(131,000)**	1,314,414
Net (decrease)/increase in cash and cash equivalents held		**(851,119)**	62,813
Cash and cash equivalents at beginning of year		**946,726**	883,913
Cash and cash equivalents at end of financial year		**95,607**	946,726

Notes to the Financial Statements

For the Year Ended 30 June 2024

The consolidated financial report covers Inventis Limited (the Company) and its controlled entities (the Group). Inventis Limited is a for-profit Company limited by shares, incorporated and domiciled in Australia. The current address of the Company's registered office is 7 Holbeche Road Arndell Park NSW 2148.

The principal activities of the Company for the year ended 30 June 2024 were the manufacture and sale of commercial furniture, electronic controllers and ruggedized upgrading of computers.

Each of the entities within the Group prepare their financial statements based on the currency of the primary economic environment in which the entity operates (functional currency). The consolidated financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

The financial report was authorised for issue by the Directors on 27 September 2024.

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 the Australian Accounting Standards and the *Corporations Act 2001.*

These financial statements comply with International Financial Reporting Standards as issued by the International Accounting Standards Board.

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.

Material accounting policy information relating to the preparation of these financial statements are presented below, and are consistent with prior reporting periods unless otherwise stated.

2 Material Accounting Policy Information

(a) Adoption of new and revised accounting standards

The Group has adopted all standards which became effective for the first time at 30 June 2024, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Group.

The Group has adopted the amendments to AASB 101 *Presentation of Financial Statements* which require only the disclosure of material accounting policy information rather than significant accounting policies and therefore policy information which does not satisfy one of the following requirements has been removed from these financial statements:

- Relates to change in accounting policy
- Policy has been developed in the absence of an explicit accounting standard requirement
- Documents an accounting policy choice
- Relates to an area of significant judgement or estimation
- Relates to a complex transaction and is required to explain the treatment to the user.

2 Material Accounting Policy Information (continued)

(b) Basis for consolidation

The consolidated financial statements include the financial position and performance of controlled entities from the date on which control is obtained until the date that control is lost.

All controlled entities have the same financial year end as the parent.

Associates

Associates are entities over which the consolidated entity has significant influence but not control or joint control. Investments in associates are accounted for using the equity method. Under the equity method, the share of the profits or losses of the associate is recognised in profit or loss and the share of the movements in equity is recognised in other comprehensive income. Investments in associates are carried in the statement of financial position at cost plus post-acquisition changes in the consolidated entity's share of net assets of the associate. Goodwill relating to the associate is included in the carrying amount of the investment and is neither amortised nor individually tested for impairment. Dividends received or receivable from associates reduce the carrying amount of the investment.

When the consolidated entity's share of losses in an associate equal or exceeds its interest in the associate, including any unsecured long-term receivables, the consolidated entity does not recognise further losses, unless it has incurred obligations or made payments on behalf of the associate.

The consolidated entity discontinues the use of the equity method upon the loss of significant influence over the associate and recognises any retained investment at its fair value. Any difference between the associate's carrying amount, fair value of the retained investment and proceeds from disposal is recognised in profit or loss.

(c) Revenue and other income

Revenue from contracts with customers

Revenue is recognised on a basis that reflects the transfer of control of promised goods or services to customers at an amount that reflects the consideration the Group expects to receive in exchange for those goods or services.

Specific revenue streams

The revenue recognition policies for the principal revenue streams of the Group are:

Sales revenue

Sales revenue is recognised on the satisfaction of each performance obligation the consolidated entity has with its customers, and is measured based on an allocation of the contract’s transaction price. The consolidated entity’s key performance obligation is the delivery of goods to its customers.

Revenue from bill and hold sales are recognised on agreement with the customer at the date the items are available for despatch as satisfaction of the key performance obligation. Revenue from the sale of goods is measured at the fair value of the consideration received or receivable. Key components of the transaction price include the price for the goods, along with stock rotation, rebates, and other similar allowances.

2 Material Accounting Policy Information (continued)

(c) Revenue and other income (continued)

Other income

Government grants are recognised as income when it is reasonably certain that the Group complies the conditions attached to them and when the right to receive payment is established. The Group has elected to recognise grant income as other income in the financial statements.

(d) Income tax

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.

(e) Inventories

Raw materials and stores, work in progress and finished goods are measured at the lower of cost and net realisable value. Cost comprises direct materials, direct labour, and an appropriate proportion of variable and fixed overhead expenditure, the latter being allocated on the basis of normal operating capacity. Costs are assigned to individual items of inventory on the basis of weighted average costs. Costs of purchased inventory are determined after deducting rebates and discounts. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

(f) Property, plant and equipment

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment.

Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Group, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of either the unexpired period of the lease or their estimated useful life.

The depreciation rates used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation Rate
Land and Buildings	20% - 33%
Plant and Equipment	9% - 50%
Furniture, Fixtures and Fittings	11.25% - 40%
Motor Vehicles	22.5%
Leasehold improvements	2.5%

2 Material Accounting Policy Information (continued)

(g) Financial instruments

Financial assets

All recognised financial assets are subsequently measured in their entirety at amortised cost.

Classification

On initial recognition, the Group classifies its financial assets into the following categories, those measured at:

- amortised cost

Amortised cost

The Group's financial assets measured at amortised cost comprise cash and cash equivalents and trade and other receivables in the consolidated statement of financial position.

Trade receivables

Impairment of trade receivables and contract assets have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses.

The expected loss rates are based on the Company’s movement of balances from one aging category to the next to indicate increase in collection time which is an indicator of the probability of default. These loss rates are then applied to the individual aging categories to calculate an expected credit loss. Refer to Note 10 for further details.

Financial liabilities

The financial liabilities of the Group comprise trade payables, bank and other loans and lease liabilities.

Convertible notes

On the issue of convertible notes, the fair value of the liability component is determined using a market rate for an equivalent non-convertible bond and this amount is carried as anon-current liability on the amortised cost basis until extinguished on conversion or redemption. The increase in liability due to the passage of time is recognised as a finance cost. The remainder of the proceeds are allocated to the conversion option that is recognised and included in shareholders equity as a convertible note reserve, net of transaction costs. The carrying amount of the conversion option is not remeasured in the subsequent years. The corresponding interest on convertible notes is expensed to profit or loss.

The component of the convertible notes that exhibits characteristics of a liability is recognised as a liability in the statement of financial position, net of transaction costs.

2 Material Accounting Policy Information (continued)

(h) Impairment of non-financial assets

The carrying amounts of the Group's non-financial assets, other than inventories and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. For goodwill and intangible assets that have indefinite useful lives or that are not yet available for use, the recoverable amount is estimated each year at the same time. An impairment loss is recognised if the carrying amount of an asset or its related cash-generating unit (CGU) exceeds its estimated recoverable amount.

The recoverable amount of an asset or CGU unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or CGU. Subject to an operating segment ceiling test, for the purposes of goodwill impairment testing, CGUs to which goodwill has been allocated are aggregated so that the level at which impairment is tested reflects the lowest level at which goodwill is monitored for internal reporting purposes. The Group's corporate assets do not generate separate cash inflows and are utilised by more than one CGU.

Corporate assets are allocated to CGUs on a reasonable and consistent basis and tested for impairment as part of the testing of the CGU to which the corporate asset is allocated.

Impairment losses are recognised in profit or loss. Impairment losses recognised in respect of CGUs are allocated first to reduce the carrying amount of any goodwill allocated to the CGU (or group of CGUs), and then to reduce the carrying amounts of the other assets in the CGU (or group of CGUs) on a pro rata basis.

An impairment loss in respect of goodwill is not reversed. In respect of other assets, impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

(i) Intangible assets

Goodwill

Goodwill that arises upon the acquisition of subsidiaries is included in intangible assets.

Subsequent measurement

Goodwill is measured at cost less accumulated impairment losses.

Customer relationships, patents and trademarks

Customer relationships have a finite life and are carried at cost less any accumulated amortisation and any impairment losses. Customer relationships are amortised over their useful life of 20 years.

Patents and trademarks are not amortised as they have an indefinite useful life.

2 Material Accounting Policy Information (continued)

(i) Intangible assets (continued)

Research and development

Expenditure on research activities, undertaken with the prospect of gaining new scientific or technical knowledge and understanding, is recognised in profit or loss as incurred.

Development activities involve a plan or design for the production of new or substantially improved products and processes. Development expenditure is capitalised only if development costs can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable, and the Group intends to and has sufficient resources to complete development and to use or sell the asset. The expenditure capitalised includes the cost of materials, direct labour and overhead costs that are directly attributable to preparing the asset for its intended use, and capitalised borrowing costs (see Note 2(f)). Other development expenditure is recognised in profit or loss as incurred.

Capitalised development expenditure is measured at cost less accumulated amortisation and accumulated impairment losses. The amortisation period used in the financial statements is 10 years.

(j) Leases

Lessee accounting

The non-lease components included in the lease agreement have been separated and are recognised as an expense as incurred.

The Group has chosen not to apply AASB 16 to leases of intangible assets.

Exceptions to lease accounting

The Group has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Group recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

(k) Employee benefits

Defined contribution plans

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution plans are recognised as an employee benefit expense in profit or loss in the periods during which services are rendered by employees. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available. Contributions to a defined contribution plan that are due for more than 12 months after the end of the period in which the employees render the service are discounted to their present value.

Bonus plans

The Group recognises an expense and a liability for bonuses when the entity is contractually obliged to make such payments or where there is past practice that has created a constructive obligation.

2 Material Accounting Policy Information (continued)

(l) Equity-settled compensation (employee performance option plan)

The fair value of shares is ascertained as the market bid price. The fair value of options is ascertained using a Black-Scholes pricing model which incorporates all market vesting conditions.

(m) Segment reporting

The Group comprises the following main business segments:

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

- 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 disclosures as a reportable segment.

Information regarding the operations of each reportable segment is included in Note 5. 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.

3 Going concern

The financial statements have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and discharge of liabilities in the normal course of business.

For the year ended 30 June 2024, the Group recorded a loss from continuing operations of $3,423,515 (2023: $1,940,715), net cash inflows from operating activities of $708,110 (2023: $651,623) and net cash outflows from financing activities of $131,000 (2023: inflow of $1,314,414). As of 30 June 2024 the Group's financial statements show current liabilities exceeded its current assets by $4,529,992 (30 June 2023: net current liabilities of $2,666,477).

In relation to the Directors' assessment of the ability of the Group to continue as a going concern, and therefore, the basis of preparation of this financial report, the Directors have considered the following

- Management has prepared a forecast that shows that the Group will generate a profit and positive cash flows for the year ending 30 June 2025. The Directors have reviewed these forecasts and believe that, based on the continuing improvement in operating results, there will be sufficient cash inflows and facilities available to enable the Group to fund its operations for at least 12 months from the date these financial statements have been approved.

- The Group continues to invest in senior sales personnel, introducing new product in the Furniture Division to increase production range and product mix with a view to maximise gross profit.

- Opentec Solutions Pty Ltd has received an order of $6,656,575 with a signed agreement to supply in tranches over 12 months. Tranche 1 $949,780 of the order was completed in June 2024. Tranche 2 of the order is to be complete by the end of February 2025.

- Continuing expansion into export markets in the Philippines and the USA.

3 Going concern (continued)

- The Group has a strong quotation pipeline in both Furniture and Technology Division to support the sales target and gross profit target in the current year.

- The Group has applied for two separate export market grants from the Commonwealth Government totaling $4,450,000. The grant application was uploaded and approved on the Grants Portal, after additional enquiries were made of Opentec Solutions Pty Ltd and Inventis Technology Pty Ltd. The Board understands that the final allocation approval requires assessor allocation, the date of which has yet to be determined but normally occurs within 3 months of lodgment. The Group's independent grant consultant believes this will warrant some payment above the threshold based on the application parameter initial approval.

- The Director's believe that certain signed non-binding agreements for business asset sales will also eventuate in the timeframe of this F25 year, this along with certain other approaches for acquisition of business assets through third party brokers are believed by the Director's to have a relatively high probability of yielding in excess of $3,200,000.

- The Company's board has approved a Capital Raise, approaching registered brokers in the USA for the entity Hazavoid Tx, LLC USA. This aims to raise $2.5 million USD ($3.67 Million AUD) of which $1,000,000 AUD will be paid to Inventis Technology to ramp up inventory and marketing and sales.

The Directors are confident that the Group has sufficient facilities in place to meet the Group's requirements for a period of at least 12 months from the date these financials have been approved. The Group has the following finance facilities in place as at 30 June 2024:

- A debtor finance facility of $5,850,000 with THN Capital Solutions Pty Limited (THN) which was drawn to the value of $984,253 as at balance date. This leaves an amount of $4,865,747 available to be drawn as of 30 June 2024, subject to invoicing;

- A term loan facility with THN, a related party of the Group, of $7,625,000, which was drawn to $6,736,661 at balance date. As such there is $888,339 available to be drawn down (limit of the long term loan is $7,625,000);

- Should the Group require it, an additional short-term loan facility is available to confirmed sales order funding for use in the current financial year on any major projects subject to the approval of THN, a related party of the Group. The short-term facility, which is linked to the invoice finance facility, of $1,500,000 is available to fund specific large projects which assist in the management of free working capital of the Group; and

- The Board has given approval in December 2023 to raise capital in the form of convertible notes to a value of $4,000,000. In December 2023, $600,000 convertible notes were issued. Furthermore, in February 2024, convertible notes of $350,000 were issued, and there are ongoing discussions and expectations of additional issues in 2025.

Based on the above factors, the Directors have concluded that it is appropriate to prepare the financial report on a going concern basis, as they are confident the Group will be able to pay its debts as and when they become due and payable through planned raising of capital, positive cash flows from operations and finance facilities and that it will return to profitability on a sustainable basis.

However, in the event that the Group is unable to achieve the outcomes in relation to the aforementioned, such circumstances would indicate that uncertainty exists that may cast significant doubt as to whether the Group will continue as a going concern and, therefore, whether it will realise its assets and discharge its liabilities in the normal course of business and at the amounts stated in the consolidated financial statements.

3 Going concern (continued)

The consolidated financial statements do not include adjustments relating to the recoverability and classification of recorded asset amounts nor to the amounts and classification of liabilities that might be necessary should the Group not be able to continue as a going concern.

4 Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these consolidated 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.

(a) Key estimates - impairment of non-financial assets

For the purpose of impairment testing, goodwill is allocated to the Group's operating divisions which represent the lowest level within the Group at which the goodwill is monitored for internal management purposes, which is not higher than the Group's operating segments reported in Note 5.

The Group tests annually, or more frequently if events or changes in circumstances indicate impairment, whether goodwill and other indefinite life intangible assets have suffered any impairment, in accordance with the accounting policy stated in Note 2(h). The recoverable amounts of cash-generating units have been determined based on value-in-use calculations. These calculations require the use of assumptions, including estimated discount rates based on the current cost of capital and growth rates of the estimated future cash flows. Refer to Note 15 for further information.

(b) Key estimates - inventory impairment

The provision for impairment of inventories assessment requires a degree of estimation and judgement. The level of the provision is assessed by taking into account the recent sales experience, the ageing of inventories and other factors that affect inventory obsolescence.

(c) Key estimates - convertible notes

The initial fair value of the host financial liability portion of the convertible notes was determined using a market interest rate of 11.36% using amortised cost method at the issue date. Transaction costs directly attributable to the convertible notes are added to the cost of the financial liability. No remeasurement is required for the host financial liability at each reporting date and will be continued to be held at amortised cost.

For the derivative financial liability, the convertible notes was accounted for at fair value through profit or loss at initial recognition. The derivative financial liability is subsequently remeasured at fair value at each reporting date with changes being recognised within the profit or loss until extinguished on conversion or maturity of the Notes.

The bonus options have been assessed, and deemed significantly out-of-the-money and low probability for redemption at year-end. The valuation of this component is expected to be insignificant.

4 Critical Accounting Estimates and Judgments (continued)

(d) Key judgments - taxes

Deferred tax assets

Determining income tax provisions involves judgment on the tax treatment of certain transactions. Deferred tax is recognised on tax losses not yet used and on temporary differences where it is probable that there will be taxable revenue against which these can be offset. Management has made judgments as to the probability of future taxable revenues being generated against which tax losses will be available for offset based on budgets, current and future expected economic conditions.

5 Operating Segments

Segment information

Identification of reportable segments

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (Chief Operating Decision Maker) in assessing performance and determining the allocation of resources.

The Group is managed primarily on the basis of product category and service offerings as the diversification of the Group's operations inherently have notably different risk profiles and performance assessment criteria. Operating segments are therefore determined on the same basis.

Types of products and services by reportable segment

The Group comprises the following main business segments:

(i) ***Furniture Division***

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

(ii) ***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.

Basis of accounting for purposes of reporting by operating segments

Accounting policies adopted

Unless stated below, all amounts reported to the Board of Directors, being the Chief Operating Decision Maker with respect to operating segments, are determined in accordance with accounting policies that are consistent with those adopted in the annual financial statements of the Group.

Notes to the Financial Statements

For the Year Ended 30 June 2024

5 Operating Segments (continued)

Segment assets

Where an asset is used across multiple segments, the asset is allocated to the segment that receives the majority of economic value from the asset. Usually, segment assets are clearly identifiable on the basis of their nature and physical location.

Segment liabilities

Liabilities are allocated to segments where there is direct nexus between the incurrence of the liability and the operations of the segment. Borrowings and tax liabilities are generally considered to relate to the Group as a whole and are not allocated. Segment liabilities include trade and other payables and certain direct borrowings.

Segment performance

	Furniture Division		Technology Division		Corporate		Total	
	2024	2023	2024	2023	2024	2023	2024	2023
	$	$	$	$	$	$	$	$
REVENUE								
Total revenue	6,488,727	10,180,184	7,301,464	6,658,617	-	-	13,790,191	16,838,801
Inter-segment revenue	(162,570)	(650,851)	-	-	-	-	(162,570)	(650,851)
Total external revenue	6,326,157	9,529,333	7,301,464	6,658,617	-	-	13,627,621	16,187,950
Earnings before shared services	(46,805)	850,557	1,750,703	1,519,663	(2,480,163)	(1,924,440)	(776,265)	445,780
Share services cost allocations	(1,993,037)	(1,597,018)	(986,584)	(944,585)	2,979,623	2,541,604	2	1
EBITDA	(2,039,842)	(746,461)	764,119	575,078	499,460	617,164	(776,263)	445,781
Depreciation	(197,732)	(183,204)	(69,872)	(35,825)	(557,264)	(506,922)	(824,868)	(725,951)
Amortisation	(5,694)	(5,523)	(38,266)	(60,634)	-	-	(43,960)	(66,157)
Interest revenue	127	1,468	21,735	1,246	10,601	620	32,463	3,334
Interest expense	(183,720)	(222,585)	(659,128)	(645,478)	(973,709)	(698,764)	(1,816,557)	(1,566,827)
Net foreign currency exchange profit / (loss)	368	(10,122)	5,370	(33,273)	68	-	5,806	(43,395)
Reportable segment profit before income tax (EBT)	(2,426,493)	(1,166,427)	23,958	(198,886)	(1,020,980)	(587,902)	(3,423,515)	(1,953,215)

Segment assets and liabilities

	Furniture Division		Technology Division		Corporate		Total	
	2024	2023	2024	2023	2024	2023	2024	2023
	$	$	$	$	$	$	$	$
Reportable segment assets	13,761,901	14,236,361	13,991,446	16,404,042	-	-	27,753,347	30,640,403
Reportable segment liabilities	(5,290,050)	(6,080,078)	(4,815,234)	(6,252,679)	-	-	(10,105,284)	(12,332,757)

Notes to the Financial Statements

For the Year Ended 30 June 2024

5 Operating Segments (continued)

Reconciliations

Reconciliation of segment revenue to consolidated statement of profit or loss and other comprehensive income	2024 $	2023 $
Total segment revenue	**13,790,191**	16,838,802
Intersegment eliminations	**(162,570)**	(650,851)
Total revenue	**13,627,621**	16,187,951

Reconciliation of segment operating profit to the consolidated statement of profit or loss and other comprehensive income		
Segment net operating profit	**(2,402,536)**	(1,365,313)
Share services payroll	**(78,741)**	64,543
Share services facilities	**(338,809)**	(56,421)
Share services corporate	**(603,426)**	(596,024)
Total net profit after tax	**(3,423,512)**	(1,953,215)
Reconciliation of segment assets to the consolidated statement of financial position		
Segment operating assets	**27,753,347**	30,640,403
Cash and cash equivalent held in shared services	**10,772**	677,367
Share services trade receivables	**(7,305,964)**	-
Share services financial assets	**821,895**	-
Share services deferred tax assets	**1,042,346**	-
Share services investments	**99,923**	-
Share services fixed assets	**407,283**	26,809
Share services leased assets	**1,710,839**	423,884
Share services intangible assets	**313,861**	3,010,716
Intersegment eliminations	**(11,404,627)**	(18,048,286)
Total assets per the consolidated statement of financial position	**13,449,675**	16,730,893
Reconciliation of segment liabilities to the consolidated statement of financial position		
Segment liabilities	**(10,105,284)**	(12,332,757)
Interest bearing liabilities held in Corporate	**(4,736,661)**	(4,736,661)
Share services leased liabilities	**(1,906,776)**	(572,158)
Share services trade payables	**(3,247,606)**	-
Share services financial liabilities	**(1,771,071)**	-
Share services provisions	**(1,291,343)**	-
Intersegment eliminations	**5,143,119**	(378,268)
Total liabilities per the consolidated statement of financial position	**(17,915,622)**	(18,019,844)

5 Operating Segments (continued)

Geographical information

The Group predominantly operates in one geographical area (Australia).

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

	2024		2023	
	Revenue	**Non-current assets**	**Revenue**	**Non-current assets**
Australia	**13,627,621**	**8,515,369**	16,187,950	9,779,035

6 Revenue and Other Income

	2024	2023
	$	$
Revenue from contracts with customers		
- sale of goods	**13,627,621**	16,187,950

Disaggregation of revenue

Revenue is disaggregated by the product as this depicts how the nature, amount, timing and uncertainty of our revenue and cash flows are affected by economic factors. See further detail on revenue by product within Note 5.

	2024	2023
	$	$
Other Income		
- net gain on disposal of property, plant and equipment	**283,435**	-
- grant income	**13,208**	157,878
- other income	**40,359**	102,450
Total other income	**337,002**	260,328

7 Finance Expenses

	2024	2023
	$	$
Interest expense	**1,718,548**	1,574,993
Interest expense on lease liability	**92,339**	35,225
Total finance expenses	**1,810,887**	1,610,218

8 Result for the Year

The result for the year includes the following specific expenses:

	2024	2023
	$	$
Manufacturing and operating	**2,850,195**	2,162,453
Sales and marketing	**1,990,974**	2,685,734
Employee benefits expense	**1,293,625**	1,320,304
Engineering and quality assurance	**920,253**	952,980
Depreciation expense	**824,868**	725,953
Other administrative	**485,711**	308,707
Impairment loss	**320,843**	-
Amortisation expense	**43,960**	66,158
	8,730,429	8,222,289

9 Income Tax Expense

(a) The major components of tax benefit comprise:

	2024	2023
	$	$
Current tax expense		
Local income tax - current period	**-**	-
Deferred tax expense		
Origination and reversal of temporary differences	**-**	(12,500)
Income tax expense for continuing operations	**-**	(12,500)

9 Income Tax Expense (continued)

(b) Reconciliation of income tax to accounting loss:

	2024	2023
	$	$
Loss	**(3,423,515)**	(1,953,215)
Tax	**25.00 %**	25.00 %
	(855,879)	(488,304)
Add:		
Tax effect of:		
- non-deductible depreciation and amortisation	**-**	12,500
	(855,879)	(500,804)
Less:		
Tax effect of:		
- tax losses not recognised	**(855,879)**	(488,304)
Income tax attributable to parent entity	**-**	(12,500)
Income tax expense	**-**	(12,500)
Weighted average effective tax rate	**- %**	- %

There was no change to the weighted average effective consolidated tax rate.

10 Trade and Other Receivables

	Note	2024 $	2023 $
CURRENT			
Trade receivables		**2,148,599**	2,658,767
Allowance for expected losses	(a)	**(7,344)**	(17,631)
		2,141,255	2,641,136
GST receivable		**51,173**	24,512
Other receivables		**183,576**	243,721
Total current trade and other receivables		**2,376,004**	2,909,369

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

10 Trade and Other Receivables (continued)

(a) Impairment of receivables

The Group applies the simplified approach to expected credit losses, which permits the use of the lifetime expected loss provision for all trade receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due. The loss allowance provision as at 30 June 2024 is determined as follows, the expected credit losses incorporate forward looking information.

30 June 2024	Current	< 30 days overdue	< 90 days overdue	> 90 days overdue	Total
Expected loss rate (%)	**-**	**-**	**-**	**2.37**	
Gross carrying amount ($)	**1,613,748**	**192,006**	**33,653**	**309,192**	**2,148,599**
ECL provision	**-**	**-**	**-**	**7,344**	**7,344**

30 June 2023	Current	< 30 days overdue	< 90 days overdue	> 90 days overdue	Total
Expected loss rate (%)	-	-	-	6.60	
Gross carrying amount ($)	2,072,333	266,105	52,812	267,516	2,658,766
ECL provision	-	-	-	17,631	17,631

Reconciliation of changes in the provision for impairment of receivables is as follows:

	2024	2023
	$	$
Balance at beginning of the year	**17,631**	17,631
Amounts written off as uncollectible		
Directly to P&L	**(10,287)**	-
Balance at end of the year	**7,344**	17,631

There has been no change in the estimation techniques or significant assumptions made during the current reporting period.

The Group writes off a trade receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery, e.g. when the debtor has been placed under liquidation or has entered into bankruptcy proceedings or when the trade receivables are over 90 years past due, whichever occurs first.

(b) Allowance for the expected credit loss

The Group maintains trade receivables insurance which includes an excess of $15,000 per claim. The Group's policy around computing the allowance for the expected credit losses is discussed at Note 2(g), which incorporates specific impairment provisions.

10 Trade and Other Receivables (continued)

(c) Other receivables

Other receivables amount primarily comprise GST recoverable and certain balances generally arising from transactions outside the usual operating activities of the Group. Interest and/or security are not normally obtained.

11 Inventories

	2024	2023
	$	**$**
CURRENT		
At cost:		
Raw materials and consumables	**2,016,363**	2,557,541
Work in progress	**157,828**	203,028
Finished goods	**241,310**	238,025
Goods in transit	**3,255**	3,230
	2,418,756	3,001,824

Write downs of inventories to net realisable value during the year were $ 8,930 (2023: $ 101,629). This was recognised in raw materials and consumables within the Statement of Profit or Loss and Other Comprehensive Income. The balance of the provision for impairment was $160,939 as at 30 June 2024 (2023: $152,009).

12 Other Financial Assets

	2024	2023
	$	**$**
NON-CURRENT		
Rental deposits	**366,403**	71,050
Other investments	**6,435**	5,158
Total	**372,838**	76,208

13 Contract Liabilities

The Group has recognised the following contract liabilities from contracts with customers:

	Note	2024	2023
		$	**$**
CURRENT			
Contract liabilities		**217,886**	110,816

Notes to the Financial Statements

For the Year Ended 30 June 2024

14 Property, Plant and Equipment

	2024	2023
	$	$
Land and Buildings		
At cost	-	2,650,000
Accumulated depreciation	-	-
Total land and buildings	-	2,650,000
Plant and equipment		
At cost	**1,461,386**	1,461,386
Accumulated depreciation	**(1,233,474)**	(1,200,741)
Total plant and equipment	**227,912**	260,645
Furniture, fixtures and fittings		
At cost	**116,822**	109,535
Accumulated depreciation	**(86,255)**	(85,510)
Total furniture, fixtures and fittings	**30,567**	24,025
Motor vehicles		
At cost	**84,732**	84,732
Accumulated depreciation	**(53,346)**	(44,852)
Total motor vehicles	**31,386**	39,880
Leasehold Improvements		
At cost	**510,886**	124,144
Accumulated depreciation	**(123,905)**	(122,950)
Total leasehold improvements	**386,981**	1,194
Total property, plant and equipment	**676,846**	2,975,744

14 Property, Plant and Equipment (continued)

(a) Movements in carrying amounts of property, plant and equipment

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Note	Land and Buildings $	Plant and Equipment $	Furniture, Fixtures and Fittings $	Motor Vehicles $	Leasehold Improvements $	Total $
Year ended 30 June 2024							
Balance at the beginning of year		**2,650,000**	**260,645**	**24,025**	**39,880**	**1,194**	**2,975,744**
Additions		**-**	**-**	**7,287**	**-**	**386,742**	**394,029**
Disposals	14(b)	**(2,650,000)**	**(2,388)**	**-**	**-**	**-**	**(2,652,388)**
Depreciation expense		**-**	**(30,345)**	**(745)**	**(8,494)**	**(955)**	**(40,539)**
Balance at the end of the year		**-**	**227,912**	**30,567**	**31,386**	**386,981**	**676,846**

	Buildings $	Plant and Equipment $	Furniture, Fixtures and Fittings $	Motor Vehicles $	Leasehold Improvements $	Total $
Year ended 30 June 2023						
Balance at the beginning of year	2,650,000	279,018	26,840	48,458	2,148	3,006,464
Additions	-	18,617	-	-	-	18,617
Depreciation expense	-	(36,990)	(2,815)	(8,578)	(954)	(49,337)
Balance at the end of the year	2,650,000	260,645	24,025	39,880	1,194	2,975,744

(b) Sales and lease-back

In April 2024, Electronic Circuit Designs Pty Ltd (‘ECD’), a subsidiary of the parent entity, sold its Matraville property for a sales price of $2,900,000 and leased back the property under a lease agreement for 1 year with an option to renew (4 years plus a further 2 periods of 5 years each as set out in the agreement) and option to purchase in the event that Richtoll decides to sell the property in the future. Management has considered both renew and purchase options and are not reasonably certain that these options will be exercised. The lease payment stipulated in the agreement is $160,000 per annum with an annual fixed rental increment of 4, CPI or current market rent rate, whichever is the greatest.

As a result of the above, the vendor loan of $850,000 from Richtoll was fully paid on 27 July 2024. The remaining balance of $2,100,000 was used to settle the related party loan with THN Property Fund Pty Limited.

The sales portion of the sales and leaseback transaction is recognised at an amount that reflects the consideration to which ECD is expected to be entitled in relation to the rights transferred to Richtoll. The right-

14 Property, Plant and Equipment (continued)

of-use asset (at the proportion of the previous carrying amount of the asset that relates to the right-of-use retained by ECD) is recognised at the commencement date of the lease and measured based on the present value of lease payments during the lease term. This is subsequently depreciated on a straight-line basis over the estimated useful life of the asset. Lease liability is recognised for the obligations to make lease payments under the leaseback agreement and measured as the present value of future lease payments, discounted using the incremental borrowing rate of 11.36%. All variable outgoing payments are not included in the measurement of the lease liabilities.

15 Intangible Assets

	2024	2023
	$	$
Goodwill		
Cost	**4,556,159**	4,556,159
Accumulated impairment losses	**(484,143)**	(163,300)
Net carrying value	**4,072,016**	4,392,859
Patents, trademarks and other rights		
Cost	**1,753,000**	1,753,000
Accumulated amortisation and impairment	**(1,698,000)**	(1,698,000)
Net carrying value	**55,000**	55,000
Development costs		
Cost	**1,924,993**	1,914,654
Accumulated amortisation and impairment	**(1,833,548)**	(1,821,761)
Net carrying value	**91,445**	92,893
Customer relationship		
Cost	**1,886,623**	1,886,623
Accumulated amortisation and impairment	**(1,168,623)**	(1,136,623)
Net carrying value	**718,000**	750,000
Total Intangible assets	**4,936,461**	5,290,752

15 Intangible Assets (continued)

(a) Movements in carrying amounts of intangible assets

	Patents, trademarks and other rights	Customer relationship	Goodwill	Development costs	Total
	$	$	$	$	$
Year ended 30 June 2024					
Balance at the beginning of the year	**55,000**	**750,000**	**4,392,859**	**92,893**	**5,290,752**
Additions	**-**	**-**	**-**	**10,339**	**10,339**
Impairment	**-**	**-**	**(320,843)**	**-**	**(320,843)**
Amortisation	**-**	**(32,000)**	**-**	**(11,787)**	**(43,787)**
Closing value at 30 June 2024	**55,000**	**718,000**	**4,072,016**	**91,445**	**4,936,461**

	Patents, trademarks and other rights	Customer relationship	Goodwill	Development costs	Total
	$	$	$	$	$
Year ended 30 June 2023					
Balance at the beginning of the year	55,000	-	4,992,859	98,122	5,145,981
Additions*	-	800,000	(600,000)	10,929	210,929
Amortisation	-	(50,000)	-	(16,158)	(66,158)
Closing value at 30 June 2023	55,000	750,000	4,392,859	92,893	5,290,752

*Includes final acquisition adjustments for the provisionally accounted acquisition of Electronic Circuit Design Pty Ltd.

Impairment testing for cash-generating units containing goodwill

For the purpose of impairment testing, goodwill is allocated to the Group's operating divisions which represent the lowest level within the Group at which the goodwill is monitored for internal management purposes, which is not higher than the Group's operating segments reported in Note 5.

The aggregate carrying amounts of goodwill allocated to each unit are as follows:

Description of the cash-generating unit (CGU)	2024	2023
	$	$
Gregory Commercial Furniture Pty Limited	2,478,191	2,478,191
Workstations Pty Limited	-	320,843
Impart Special Products Pty Limited	495,677	495,677
Electronic Circuit Design Pty Limited	1,098,148	1,098,148
	4,072,016	4,392,859

15 Intangible Assets (continued)

Impairment testing for cash-generating units containing goodwill (continued)

For the following entities, the recoverable amount of the cash generating unit of each business was based on its value in use:

- Gregory Commercial Furniture Pty Limited ("Furniture")
- Impart Special Products Pty Limited ("Technology")
- Electronic Circuit Design Pty Limited ("Circuit")
- Workstations Pty Limited ("Workstations")

Based on management impairment test conducted as at 30 June 2024 the estimated recoverable amount of the Furniture CGU exceeds its carrying amount by approximately $353,201, $768,254 for Technology CGU and $2,760,517 for Circuit CGU, while the carrying amount of the Workstations CGU exceeds its estimated recoverable amount by approximately $321,782. Management has identified that a reasonably possible change in a key assumption could cause the carrying amount to exceed the recoverable amount.

	Furniture	Workstation	Technology	ECD
	%	%	%	%
2024 Value in use assumptions:				
Revenue growth in approved forecast for year ended 30 June 2025	36.10	22.80	27.80	6.90
Revenue growth in approved forecasts for year ended 30 June 2026	5.00	5.00	5.00	5.00
Annual average revenue growth per annum 2027– 2029	5.00	5.00	5.00	10.00
Inflation per annum	3.00	3.00	3.00	3.00
Cost growth per annum 2025-2029	15.30	11.50	8.90	3.20
Pre-tax discount rate	19.88	19.88	19.88	19.88
2023 Value in use assumptions:				
Revenue growth in approved forecast for year ended 30 June 2024	15.96	27.15	46.68	10.33
Annual average revenue growth per annum 2025-2028	6.50	11.45	22.40	5.56
Terminal growth	5.00	5.00	5.00	5.00
Inflation per annum	3.00	3.00	3.00	3.00
Cost growth per annum 2024-2028	4.72	11.33	8.11	5.51
Pre-tax discount rate	20.65	20.65	20.65	20.65

15 Intangible Assets (continued)

Sensitivity Analysis

Management has determined the values assigned to each of the above key assumptions as follows:

Assumption	Approach used to determining values
Sales volume	Average annual growth rate over the five-year forecast period; based on past performance and management's expectations of market development.
Sales price	Average annual growth rate over the five-year forecast period; based on current industry trends and including long-term inflation forecasts for each territory.
Budgeted gross margin	Based on past performance and management's expectations for the future.
Other operating costs	Fixed costs of the CGUs, which do not vary significantly with sales volumes or prices. Management forecasts these costs based on the current structure of the business, adjusting for inflationary increases but not reflecting any future restructurings or cost-saving measures. The amounts disclosed above are the average operating costs for the five-year forecast period.
Annual capital expenditure	Expected cash costs in the CGUs. This is based on the historical experience of management, and the planned refurbishment expenditure. No incremental revenue or cost savings are assumed in the value in use model as a result of this expenditure.
Long-term growth rate	This is the weighted average growth rate used to extrapolate cash flows beyond the budget period. The rates are consistent with forecasts included in industry reports.
Pre-tax discount rates	Reflect specific risks relating to the relevant segments and the countries in which they operate.

There were no other key assumptions applied for the respective CGUs.

Sensitivity

As disclosed in Note 4(a), the directors have made judgements and estimates in respect of impairment testing of goodwill. Should these judgements and estimates not occur the resulting goodwill carrying amount may decrease. The sensitivities are as follows:

Furniture

- Revenue would need to decrease by more than 2.1% for the Furniture before goodwill would need to be impaired, with all other assumptions remaining constant.

- The discount rate would be required to increase to 50% for the Furniture before goodwill would need to be impaired, with all other assumptions remaining constant.

- Management believes that other reasonable changes in the key assumptions on which the recoverable amount of $2,478,191 goodwill is based would not cause the cash-generating unit's carrying amount to exceed it recoverable amount.

15 Intangible Assets (continued)

Sensitivity Analysis (continued)

- If there are any negative changes in the key assumptions on which the recoverable amount of goodwill is based, this would result in a further impairment charge for the Furniture's goodwill.

Technology

- Revenue would need to decrease by more than 4.2% for Technology before goodwill would need to be impaired, with all other assumptions remaining constant.

- The discount rate would be required to increase to 85% for Technology before goodwill would need to be impaired, with all other assumptions remaining constant.

- Management believes that other reasonable changes in the key assumptions on which the recoverable amount of $495,676 goodwill is based would not cause the cash-generating unit's carrying amount to exceed its recoverable amount.

- If there are any negative changes in the key assumptions on which the recoverable amount of goodwill is based, this would result in a further impairment charge for the Technology's goodwill.

Circuit

- Revenue would need to decrease by more than 30.6% for Circuit before goodwill would need to be impaired, with all other assumptions remaining constant.

- The discount rate would be required to increase to 43% for Circuit before goodwill would need to be impaired, with all other assumptions remaining constant.

- Management believes that other reasonable changes in the key assumptions on which the recoverable amount of $1,098,148 goodwill is based would not cause the cash-generating unit's carrying amount to exceed its recoverable amount.

- If there are any negative changes in the key assumptions on which the recoverable amount of goodwill is based, this would result in a further impairment charge for the Circuit's goodwill.

Workstation

- Multiple scenarios simulated at various discount rates. Based upon the results of our testing, Management is of the opinion that there is sufficient risk surrounding the likelihood of Workstations not generating sufficient cash flows on a discounted NPV basis to recover the carrying cost of its Goodwill. Management have therefore determined that the Goodwill asset is fully and recording of an impairment loss to the full value of the asset being $320,844.

16 Leases

The Group as a lessee

The Group has leases over a range of assets including buildings and office equipment.

Right-of-use assets

	Note	Buildings and Office Equipment $
Year ended 30 June 2024		
Balance at beginning of year		**646,708**
Additions to right-of-use assets	14(b)	**1,979,431**
Amortisation charge		**(779,892)**
Balance at end of year		**1,846,247**
Year ended 30 June 2023		
Balance at beginning of year		1,057,111
Additions to right-of-use assets		266,213
Amortisation charge		(676,616)
Balance at end of year		646,708

Lease liabilities

The maturity analysis of lease liabilities based on contractual undiscounted cash flows is shown in the table below:

	< 1 year $	1 - 5 years $	> 5 years $	Total undiscounted lease liabilities $	Lease liabilities included in this Consolidated Statement Of Financial Position $
2024					
Lease liabilities	**647,024**	**1,822,789**	**-**	**2,469,813**	**2,050,330**
2023					
Lease liabilities	577,192	227,281	-	804,473	768,268

16 Leases (continued)

Consolidated Statement of Profit or Loss and Other Comprehensive Income

The amounts recognised in the consolidated statement of profit or loss and other comprehensive income relating to leases where the Group is a lessee are shown below:

	2024	2023
	$	$
Interest expense on lease liabilities	**92,339**	35,225
Amortisation of right-of-use assets	**779,891**	676,615
	872,230	711,840

Consolidated Statement of Cash Flows

Total cash outflow for leases	**(672,619)**	(758,691)

17 Trade and Other Payables

	2024	2023
	$	$
CURRENT		
Trade payables	**1,472,799**	1,929,996
GST payable	**639,632**	260,511
Accrued expense	**473,048**	565,429
PAYG payables	**1,095,918**	909,365
Other payables	**983,045**	805,414
	4,664,442	4,470,715

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.

18 Borrowings

		2024	2023
		$	$
CURRENT			
Unsecured liabilities:			
Convertible notes	18(a)	**92,556**	-
Secured liabilities:			
Purchase order funding	18(b)	**183,857**	1,179,933
Loans from related parties	18(c)	**333,000**	1,161,461
Debtors finance facility	18(d)	**1,544,675**	578,625
Total current borrowings		**2,154,088**	2,920,019

18 Borrowings (continued)

		2024	2023
		$	**$**
NON-CURRENT			
Secured liabilities:			
Convertible notes	18(a)	**845,565**	-
Loans from related parties	18(c)	**6,236,661**	8,136,661
		7,082,226	8,136,661
Total non-current borrowings		**7,082,226**	8,136,661

Summary of borrowings

Details for the Group's borrowings are as follows:

(a) Convertible notes

The Group issued a total of 17,647,059 convertible notes on 29 December 2023 and 10,294,118 on February 2024, for total proceeds of $950,000. Interest is at a rate of either RBA + 6.5% calculated monthly and paid bi-annually or RBA + 7.5% per annum calculated monthly and paid at the end of the convertible note's term, both based on the face value and dependent on the Noteholders' election of the desired rate of interest and payment terms. The notes are convertible into ordinary shares of Inventis Limited, at the option of the holder, at any time on or before the maturity date, which is 36 months from the issue date. The conversion rate is dependent on the timing of when the Noteholders redeem the Notes as specified in the agreement. Additional bonus options of one free Inventis Limited share option for every two convertible notes being converted within the first 13 months from the issue date, and a further right (being the additional fully paid shares or securities free from any security interest) will be issued to the Noteholders upon the conversion of the Notes. The convertible notes are subject to adjustments for reconstructions of equity.

Bonus options have been assessed and deemed as NIL value at year-end.

(b) Purchase order funding

The purchase order funding facility has interest rates between 6.85% to 8.30% per annum. The ability of the Group to access the full limit of these facilities is contingent upon the Group's ability to generate the necessary sales to unrelated third party customers.

(c) Loans from related parties

Current loans from related parties have interest rates between 8.5%-16.15% per annum, whilst the non-current long term loans from related parties have interest rates between 10% and BBSW+12% and are due to mature on 30 June 2025. Related party loans have decreased from the prior period due to the sale and lease back of the Matraville property, with proceeds of $2.1 million from the sale being used to settle a loan with THN Property Fund Pty Limited.

On 7 December 2023, the Group completed negotiations with THN Property Funding Pty Limited (‘THNPF’) such that the Term Loan Facility Agreement with a Guarantee signed with THNPF has been extended for another 3 years to December 2026 in order to align to the maturity date of the Convertible Notes issued by the Group.

18 Borrowings (continued)

(d) Debtors finance facility

The debtors finance facility has interest rates attached of BBSW+12% and 6.85% to 11.75% per annum.

The loans for both the current and the comparative period were secured by a mortgage over the Group's assets.

19 Employee Benefits

	2024 $	2023 $
Current liabilities		
Annual leave and other benefits	**1,249,476**	882,722
Long service leave	**440,355**	487,332
	1,689,831	1,370,054
Non-current liabilities		
Long service leave	**56,819**	55,811

20 Issued Capital

	2024 $	2023 $
75,924,387 (2023: 70,924,387) Ordinary shares	**39,446,554**	39,146,557
Share issue costs	**(1,460,347)**	(1,447,974)
Total	**37,986,207**	37,698,583

(a) Ordinary shares

At the beginning of the reporting period	**70,924,387**	37,698,583
Issue of shares, net of transaction costs	**5,000,000**	287,624
At the end of the reporting period	**75,924,387**	37,986,207

The holders of ordinary shares are entitled to participate in dividends and the proceeds on winding up of the Company. On a show of hands at meetings of the Company, each holder of ordinary shares has one vote in person or by proxy, and upon a poll each share is entitled to one vote.

The Company does not have authorised capital or par value in respect of its shares.

(b) Capital management

The Board's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Board of Directors monitors the return on capital, which the Group defines as the result from operating activities divided by total shareholders' equity.

There were no changes in the Group's approach to capital management during the year.

Neither the Company nor the Group are subject to externally imposed capital requirements.

21 Reserves

(a) Foreign currency translation reserve

Exchange differences arising on translation of the foreign controlled entity are recognised in other comprehensive income - foreign currency translation reserve. The cumulative amount is reclassified to profit or loss when the net investment is disposed of.

(b) Option reserve

This reserve records the cumulative value of employee service received for the issue of share options. When the option is exercised the amount in the share option reserve is transferred to share capital.

22 Earnings Per Share

(a) Reconciliation of earnings to loss from continuing operations

	2024	2023
	$	$
Loss from continuing operations	**(3,423,512)**	(1,940,715)
Earnings used in the calculation of dilutive EPS from continuing operations	**(3,423,512)**	(1,940,715)

(b) Earnings used to calculate overall earnings per share

	$	$
Earnings used to calculate overall earnings per share	**(3,423,512)**	(1,940,715)

(c) Weighted average number of ordinary shares outstanding during the year used in calculating basic EPS

	No.	No.
Weighted average number of ordinary shares outstanding during the year used in calculating basic and dilutive EPS	**75,405,260**	65,863,932

23 Financial Risk Management

The Group is exposed to a variety of financial risks through its use of financial instruments.

The Group‘s overall risk management plan seeks to minimise potential adverse effects due to the unpredictability of financial markets.

The most significant financial risks to which the Group is exposed to are described below:

Specific risks

- Liquidity risk
- Credit risk

23 Financial Risk Management (continued)

- Market risk - foreign exchange risk and interest rate risk

Financial instruments used

The principal categories of financial instrument used by the Group are:

- Cash at bank
- Trade receivables
- Loans and advances
- Other financial assets
- Trade and other payables
- Borrowings
- Lease liabilities

	2024 $	2023 $
Financial assets held at amortised cost		
Cash and cash equivalents	**95,607**	946,726
Trade and other receivables	**2,148,599**	2,658,767
Loans and advances	**9,667**	-
Other financial assets	**372,838**	76,208
Total financial assets	**2,626,711**	3,681,701
Financial liabilities measured at amortised cost		
Trade and other payables	**4,664,442**	4,470,715
Borrowings	**9,236,314**	11,056,680
Lease liabilities	**2,050,330**	768,268
Total financial liabilities	**15,951,086**	16,295,663

Objectives, policies and processes

The Board of Directors have overall responsibility for the establishment of the Group's financial risk management framework. This includes the development of policies covering specific areas such as foreign exchange risk, interest rate risk, liquidity risk, credit risk and the use of derivatives.

Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities.

The day-to-day risk management is carried out by the Group's finance function under policies and objectives which have been approved by the Board of Directors. The Chief Financial Officer has been delegated the authority for

23 Financial Risk Management (continued)

Objectives, policies and processes (continued)

designing and implementing processes which follow the objectives and policies. This includes monitoring the levels of exposure to interest rate and foreign exchange rate risk and assessment of market forecasts for interest rate and foreign exchange movements.

The Board of Directors receives monthly reports which provide details of the effectiveness of the processes and policies in place.

Mitigation strategies for specific risks faced are described below:

The table below reflects the undiscounted contractual maturity analysis for financial liabilities (excluding lease liabilities for the current year - refer to note 16).

Financial liability maturity analysis - Non-derivative

	Weighted average Interest rate		Within 1 Year		1 to 5 Years		Total	
	2024	**2023**	**2024**	**2023**	**2024**	**2023**	**2024**	**2023**
	%	**%**	**$**	**$**	**$**	**$**	**$**	**$**
Financial liabilities due for payment								
Trade and other payables (excluding estimated annual leave)	**-**	-	**4,664,442**	4,470,715	**-**	-	**4,664,442**	4,470,715
Borrowings (excluding lease liabilities)	**11.20**	11.20	**2,154,088**	2,920,019	**7,082,226**	8,136,661	**9,236,314**	11,056,680
Lease liabilities	**-**	-	**788,051**	736,731	**1,262,279**	31,537	**2,050,330**	768,268
Total contractual outflows	**11.20**	11.20	**7,606,581**	8,127,465	**8,344,505**	8,168,198	**15,951,086**	**16,295,663**

The timing of expected outflows is not expected to be materially different from contracted cashflows.

Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group.

Credit risk arises from cash and cash equivalents, as well as credit exposure to wholesale and retail customers, including outstanding receivables and committed transactions.

The carrying amount of the Group's financial assets, as noted in the above table, represents the maximum credit exposure.

Trade receivables - refer to note 10(a) and 10(b) for details of impairment.

Loans and advances and other financial assets - the other classes of financial assets do not contain impaired assets.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

23 Financial Risk Management (continued)

(i) Foreign exchange risk

Exposure to foreign exchange risk may result in the fair value or future cash flows of a financial instrument fluctuating due to movement in foreign exchange rates of currencies in which the Group holds financial instruments which are other than the AUD functional currency of the Group.

Foreign currency denominated financial assets and liabilities, translated into Australian Dollars at the closing rate, are as follows,

	NZD	EUR	USD	PHP
	$	$	$	$
2024				
Trade receivables	**-**	**-**	**-**	**-**
Trade payables	**(4,100)**	**-**	**(23,995)**	**(100,183)**
Gross exposure	**(4,100)**	**-**	**(23,995)**	**(100,183)**
2023				
Trade receivables	-	-	3,106	-
Trade payables	(1,400)	-	(18,503)	(26,524)
Gross exposure	(18,354)	(289,204)	(3,567,149)	(317,039)

(ii) Interest rate risk

The Group is exposed to interest rate risk as funds are borrowed at floating and fixed rates. Borrowings issued at fixed rates expose the Group to fair value interest rate risk.

The Group's policy is to minimise interest rate cash flow risk exposures on long-term financing. Longer-term borrowings are therefore usually at fixed rates. At the reporting date, the Group is exposed to changes in market interest rates through its bank borrowings, which are subject to variable interest rates.

	2024	2023
	$	$
Floating rate instruments		
Borrowings - Debtors financing facility	**1,544,675**	578,625
Borrowings - Convertible notes	**938,121**	-
Borrowings - Purchase order finance	**183,857**	1,179,933
Borrowings - Loans from related parties	**333,000**	961,460
	2,999,653	2,720,018

Sensitivity analysis

The following table illustrates the sensitivity of the net result for the year and equity to a reasonably possible change in interest rates of +5.00% and -5.00% (2023: +5.00%/-5.00%), with effect from the beginning of the year. These changes are considered to be reasonably possible based on observation of current market conditions and economist reports.

The calculations are based on the financial instruments held at each reporting date. All other variables are held constant.

Notes to the Financial Statements

For the Year Ended 30 June 2024

23 Financial Risk Management (continued)

	2024		2023	
	+5.00%	-5.00%	+5.00%	-5.00%
	$	$	$	$
Net results	**(149,983)**	**149,983**	(136,001)	136,001
Equity	**(149,983)**	**149,983**	(136,001)	136,001

24 Tax Assets and Liabilities

Current Tax Asset

	2024	2023
	$	$
Current tax receivable	**93,939**	93,939

	Opening Balance	Charged to Income	Charged directly to Equity	Closing Balance
	$	$	$	$
Deferred tax assets				
Accruals	-	-	-	-
Other	506,564	-	-	506,564
Balance at 30 June 2023	506,564	-	-	506,564
Accruals	**-**	**-**	**-**	**-**
Other	**506,564**	**538,584**	**(728,959)**	**316,189**
Balance at 30 June 2024	**506,564**	**538,584**	**(728,959)**	**316,189**

Unrecognised deferred tax assets

Deferred tax assets have not been recognised in respect of the following:

	2024	2023
	$	$
Tax losses	**16,987,381**	17,351,346

Deferred tax assets have not been recognised in respect of these items because it is not probable that future taxable profit will be available against which the Group can utilise the benefits therein.

25 Dividends

No dividends were declared or paid during the year.

Franking credits account

	2024	2023
	$	$
The franking credits available for subsequent financial years at a tax rate of 30%	**1,539,339**	1,539,339

25 Dividends (continued)

Franking credits account (continued)

The ability to utilise the franking credits is dependent upon there being sufficient available profits to declare dividends. In accordance with the tax consolidation legislation, the Company as the head entity in the tax-consolidated group has also assumed the benefit of $1,539,339 (2023: $1,539,339) franking credits.

The 30 per cent franking credits are available to shareholders of Inventis Limited for subsequent financial years.

The above available amounts are based on the balance of the dividend franking account at year-end adjusted for:

a) Franking credits that will arise from the payment of the current tax liabilities;

b) Franking debits that will arise from the payment of dividends recognised as a liability at the year-end;

c) Franking credits that will arise from the receipt of dividends recognised as receivables by the tax consolidated group at the year-end; and

d) Franking credits that the entity may be prevented from distributing in subsequent years.

26 Key Management Personnel Remuneration

Key management personnel remuneration included within employee expenses for the year is shown below:

	2024	2023
	$	$
Short-term employee benefits	**526,811**	496,680
Long-term benefits	**-**	5,284
Post-employment benefits	**30,449**	37,681
Share-based payments	**-**	53,048
	557,260	592,693

27 Auditors' Remuneration

	2024	2023
	$	$
Remuneration of the auditor PKF(NS) Audit & Assurance Limited Partnership, for:		
- auditing and reviewing the financial statements	**115,000**	-
	115,000	-
Remuneration of the auditor, BDO Audit Pty Ltd, for:		
- auditing and reviewing the consolidated financial statements	**-**	136,350
- due diligence services	**-**	25,000
	-	161,350
Total	**115,000**	161,350

28 Interests in Subsidiaries

Composition of the Group

	Principal place of business / Country of Incorporation	Percentage Owned (%)* 2024	Percentage Owned (%)* 2023
Subsidiaries:			
Gregory Commercial Furniture Pty Limited	Australia	**100**	100
Inventis Technology Pty Limited	Australia	**100**	100
Opentec Solutions Pty Limited	Australia	**100**	100
Inventis HR Services Pty Limited	Australia	**100**	100
Inventis Properties Pty Limited	Australia	**100**	100
Vibe Furniture Pty Limited	Australia	**100**	100
Bassett Furniture Pty Limited	Australia	**100**	100
Workstations Pty Limited	Australia	**100**	100
Electronic Circuit Designs Pty Limited	Australia	**100**	100
Hazavoid TX LLC	USA	**100**	-
Inventis Technologies Philippines Inc.	Philippines	**100**	-

*The percentage of ownership interest held is equivalent to the percentage voting rights for all subsidiaries.

29 Interests in Associates

	Principal place of business / Country of Incorporation	Percentage Owned (%)* 2024	Percentage Owned (%)* 2023
Associates:			
Winya Indigenous Office Furniture Pty Limited	Australia	**49**	49

*The percentage of ownership interest held is equivalent to the percentage voting rights for all associates.

29 Interests in Associates (continued)

Material associates

The following information is provided for associates that are material to the Group and is the amount per the associate's financial statements, adjusted for fair value adjustments at acquisition date and differences in accounting policies, rather than the Group's share.

Winya Indigenous Office Furniture Pty Limited	**2024**	**2023**
Summarised consolidated statement of financial position		
Current assets	**5,016,698**	5,116,750
Non-current assets	**865,989**	941,306
Total assets	**5,882,687**	6,058,056
Current liabilities	**5,407,672**	5,353,609
Non-current liabilities	**154,723**	535,271
Total liabilities	**5,562,395**	5,888,880
Net assets	**320,292**	169,176
Summarised consolidated statement of profit or loss and other comprehensive income		
Revenue	**13,231,372**	14,722,142
Other income	**1,572**	2,175
Expenses	**(13,081,827)**	(14,570,242)
Profit before tax	**151,117**	**154,075**
Income tax benefit	**-**	51,018
Profit after income tax	**151,117**	103,056
Other comprehensive income	**-**	-
Total comprehensive income	**151,117**	103,056

Reconciliation of carrying amount of interest in associate to summarised financial information for associates accounted for using the equity method:

	2024	**2023**
	$	**$**
Opening carrying amount at 1 July	**283,059**	220,061
Share of profit after income tax	**74,062**	50,497
Dividends received	**-**	12,501
Carrying amount at 30 June	**357,121**	283,059

30 Contingencies

Contingent Liabilities

The Directors wish to make note of an ongoing dispute with the ATO in relation to certain assessments which were issued and received in October 2023. At the time of issue the assessments totalled approximately $1.3 million in relation to SGC and PAYG Obligations. Management has reviewed and reconciled company records to the assessments and lodged objections seeking reversal of these assessments along with the remission in full of all interest and penalties. Management has submitted along with the objections, evidence in support that the assessments were in error and that the company was meeting all of its agreed obligations with the ATO.

In the opinion of the Directors, based upon Management's assessment, it is reasonable to conclude that the objections will be upheld, and that the amounts assessed will be reversed. Therefore, the Directors have accepted Management's position to not include these amounts as liabilities in the financial statements.

Other than the above, there were no contingent liabilities at the end of the reporting period (2023: None).

31 Related Parties

(a) The Group's main related parties are as follows:

- Key management personnel - refer to Note 26.
- Associates - refer to Note 29.
- Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

(b) Transactions and loans with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

The Group paid interest of $1,615,225 (2023: $1,460,329), purchased information technology services of $4,362 (2023: $3,191), draw down funds on existing facilities totalling $4,805,000 and repaid $6,186,000 from / to entities associated with Mr Tony Noun during the year (2023: drawdown $3,057,000 and repaid $1,231,000). All transactions entered into were on an arm's length basis.

The Group paid interest of $34,950 (2023: $11,595), obtained an additional loan totalling $308,000 and repaid $250,000 from / to entities associated with Mr Anthony Mankarios during the year (2023: loan obtained of $298,000 and loan repaid of $181,718). All transactions entered into were on an arm's length basis.

The Group obtained an additional loan totalling $275,000 from entities associated with Mr Peter Bobbin during the year (2023: no transactions). All transactions entered into were on an arm's length basis.

During the year, $150,000 and $450,000 of convertible notes issued to Bobbin Ed Pty Ltd (Mr Peter Bobbin) and Starball Pty Ltd (Mr Anthony Mankarios), respectively. Refer to Note 18(a) for the key terms and conditions of these convertible notes issued.

Refer to Note 18(c) for further details of loans from related parties.

31 Related Parties (continued)

(b) Transactions and loans with related parties (continued)

Apart from the details disclosed in this note, no director has entered into a material contract with the Group since the end of the previous financial year and there were no material contracts involving directors' interests existing at year-end.

32 Cash Flow Information

(a) Reconciliation of result for the year to cashflows from operating activities

Reconciliation of net loss to net cash provided by operating activities:

	2024	2023
	$	$
Loss for the year	**(3,423,515)**	(1,940,715)
Cash flows excluded from loss attributable to operating activities		
Non-cash flows in loss:		
- amortisation	**364,804**	66,158
- depreciation	**824,868**	725,953
- write-down of inventories	**207,232**	100,557
- fair value movements on investments	**-**	(74,997)
- equity accounted profits of associate	**(74,062)**	-
- unrealised foreign exchange gain/(losses)	**5,670**	(43,397)
Changes in assets and liabilities:		
- decrease in trade and other receivables	**533,365**	62,539
- decrease in inventories	**583,067**	180,364
- increase in deferred tax assets	**-**	(585)
- (decrease)/increase in trade and other payables	**(101,647)**	177,532
- increase/(decrease) in lease liabilities	**51,320**	(58,725)
- increase in employee benefits	**320,785**	153,691
Cashflows from operations	**(708,113)**	(651,625)

33 Share-Based Payments

A share option plan is in place and was previously approved by shareholders at a general meeting whereby the Group may, at the discretion of the Nomination and Remuneration Committee, grant options over ordinary shares in the Group to certain key management personnel. The options are issued for nil consideration and are granted in accordance with performance guidelines established by the Nomination and Remuneration Committee.

During the financial year ended 30 June 2024 no options were granted to key management personnel (2023: none).

Notes to the Financial Statements

For the Year Ended 30 June 2024

33 Share-Based Payments (continued)

A summary of the Company options issued are as follows:

2024 Grant Date	Expiry Date	Exercise price	Start of the year	Granted during the year	Exercised during the year	Lapsed during the year	Outstanding at the end of year	Balance at the end of the year
26 November 2021	26 November 2025	0.13	2,000,000	-	-	(666,666)	-	1,333,334
30 January 2021	30 November 2025	0.13	600,000	-	-	(600,000)	-	-

The weighted average remaining contractual life of options outstanding at year end was 2.77 years (2023: 3.77). The weighted average exercise price of outstanding shares at the end of the reporting period was $0.12 (2023: $0.12).

34 Events Occurring After the Reporting Date

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

35 Parent Entity

The following information has been extracted from the books and records of the parent, Inventis Limited and has been prepared in accordance with Accounting Standards.

The financial information for the parent entity, Inventis Limited has been prepared on the same basis as the consolidated financial statements except as disclosed below.

Investments in subsidiaries, associates and joint ventures

Investments in subsidiaries, associates and joint venture entities are accounted for at cost in the consolidated financial statements of the parent entity. Dividends received from associates are recognised in the parent entity profit or loss, rather than being deducted from the carrying amount of these investments.

Tax consolidation legislation

Inventis Limited and its wholly-owned Australian subsidiaries have formed an income tax consolidated group.

Each entity in the tax consolidated group accounts for their own current and deferred tax amounts. These tax amounts are measured using the ‘stand-alone taxpayer’ approach to allocation.

Current tax liabilities (assets) and deferred tax assets arising from unused tax losses and tax credits in the subsidiaries are immediately transferred to the parent entity.

The tax consolidated group has entered into a tax funding agreement whereby each entity within the group contributes to the income tax payable by the Group in proportion to their contribution to the Group’s taxable income. Differences between the amounts of net tax assets and liabilities derecognised and the net amounts recognised pursuant to the funding agreement are recognised as either a contribution by, or distribution to the head entity.

35 Parent Entity (continued)

	2024	2023
	$	$
Consolidated Statement of Financial Position		
Assets		
Current assets	**14,082,162**	14,705,625
Non-current assets	**1,670,079**	1,992,003
Total Assets	**15,752,241**	16,697,628
Liabilities		
Current liabilities	**8,122,128**	6,290,752
Non-current liabilities	**5,580,155**	4,736,661
Total Liabilities	**13,702,283**	11,027,413
Equity		
Issued capital	**46,928,639**	46,790,861
Accumulated losses	**(45,040,407)**	(40,475,464)
Reserves	**161,726**	149,768
Total Equity	**2,049,958**	6,465,165
Consolidated Statement of Profit or Loss and Other Comprehensive Income		
Total loss for the year	**(603,425)**	(596,019)
Other comprehensive income	**-**	-
Total comprehensive income	**(603,425)**	(596,019)

Contingent liabilities

The parent entity did not have any contingent liabilities as at 30 June 2024 or 30 June 2023.

Contractual commitments

The parent entity did not have any commitments as at 30 June 2024 or 30 June 2023.

35 Parent Entity (continued)

Parent Entity Fair Value

Management have determined that a fair value adjustment should be made to the note disclosure in relation to the parent entity taking into account the market capitalisation value as at 30.06.2024. Management's view is that this approach provides a more reliable basis upon which to assess the performance of the parent entity relative to the consolidated group result and anticipated market expectations.

The fair value adjustment was determine as follows:

	2024
	$
Issued shares as at 30 June 2024	75,924,386
Share price as at 30 June 2024	0.027
Market Capitalisation Value	2,049,658

This adjustment has resulted in an impairment to current assets of $3,961,516 and an increase to accumulated losses of $3,961,516.

At the end of each financial year, management will review the parent entity note applying the same methodology, which may result in the reversal of prior year adjustments where the share price increases.

Consolidated Entity Disclosure Statement

For the Year Ended 30 June 2024

Name of Entity	Entity Type	Trustee, partner or participant in joint venture	Percentage of share capital held (%)	Country of incorporation	Tax Residency: Australian resident or foreign resident	Tax Residency: Foreign tax jurisdiction(s) of foreign residents
Gregory Commercial Furniture Pty Limited	Body corporate	-	100	Australia	Australia	N/A
Inventis Technology Pty Limited	Body corporate	-	100	Australia	Australia	N/A
Opentec Solutions Pty Limited	Body corporate	-	100	Australia	Australia	N/A
Inventis HR Services Pty Limited	Body corporate	-	100	Australia	Australia	N/A
Inventis Properties Pty Limited Vibe	Body corporate	-	100	Australia	Australia	N/A
Furniture Pty Limited	Body corporate	-	100	Australia	Australia	N/A
Bassett Furniture Pty Limited	Body corporate	-	100	Australia	Australia	N/A
Workstations Pty Limited	Body corporate	-	100	Australia	Australia	N/A
Electronic Circuit Designs Pty Limited	Body corporate	-	100	Australia	Australia	N/A
Hazavoid TX LLC	Body corporate	-	100	USA	Foreign	USA
Inventis Technologies Philippines Inc.	Body corporate	-	100	Philippines	Foreign	Philippines

Basis of preparation

This consolidated entity disclosure statement (CEDS) has been prepared in accordance with the *Corporations Act 2001* and includes information for each entity that was part of the consolidated entity as at the end of the financial year in accordance with AASB 10 *Consolidated Financial Statements*.

Determination of tax residency

Section 295 (3A)(vi) of the *Corporation Act 2001* defines tax residency as having the meaning in the *Income Tax Assessment Act 1997*. The determination of tax residency involves judgement as there are different interpretations that could be adopted, and which could give rise to a different conclusion on residency.

In determining tax residency, the consolidated entity has applied the following interpretations:

- *Australian tax residency*

  The consolidated entity has applied current legislation and judicial precedent, including having regard to the Tax Commissioner's public guidance in Tax Ruling TR 2018/5.

- *Foreign tax residency*

  Where necessary, the consolidated entity has used independent tax advisers in foreign jurisdictions to assist in its determination of tax residency to ensure applicable foreign tax legislation has been complied with (see section 295(3A)(vii) of the *Corporations Act 2001*).

Directors' Declaration

The directors of the Company declare that:

1. the consolidated financial statements and notes for the year ended 30 June 2024 are in accordance with the *Corporations Act 2001* and:

    a. comply with Accounting Standards, which, as stated in basis of preparation Note 1 to the consolidated financial statements, constitutes explicit and unreserved compliance with International Financial Reporting Standards (IFRS) and the *Corporations Regulations 2001*; and

    b. give a true and fair view of the financial position and performance of the consolidated group;

2. the Chief Executive Officer and Chief Financial Officer have given the declarations required by Section 295A that:

    a. the financial records of the Company for the financial year have been properly maintained in accordance with section 286 of the *Corporations Act 2001*;

    b. the consolidated financial statements and notes for the financial year comply with the Accounting Standards; and

    c. the consolidated financial statements and notes for the financial year give a true and fair view.

3. 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

4. the consolidated entity disclosure statement on page 71 is true and correct.

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

Director ....
Peter Bobbin

Director ....
Anthony Mankarios

Dated 27 September 2024

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF INVENTIS LIMITED

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report of Inventis Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2024, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, notes comprising material accounting policy information and other explanatory information, the consolidated entity disclosure statement, and the directors' declaration of the Group and the consolidated entity comprising the Company and the entities it controlled at the year end or from time to time during the financial year.

In our opinion, the financial report of the Group is in accordance with the *Corporations Act 2001*, including:

i) Giving a true and fair view of the consolidated entity's financial position as at 30 June 2024 and of its performance for the year ended on that date; and

ii) Complying with Australian Accounting Standards 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 Report section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

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 financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Material Uncertainty Related to Going Concern

We draw attention to Note 3 to the Financial Report, which describes that the Group has reported a loss for the financial year ended 30 June 2024 of $3,423,512, negative net assets position of $4,415,847 and net operating cash outflow of $708,110. Due to these events and conditions, the matters described in Note 3 indicate a material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the Financial Report of the current period. These matters were addressed in the context of our audit of the Financial Report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the Material Uncertainty Related to Going Concern section, we have determined the matters described below to be the key audit matters to be communicated in our report. For the matters below, our description of how our audit addressed the matter is provided in that context.

1. Impairment testing of goodwill and other intangible assets

Why significant

As disclosed in Note 14, the Group has goodwill and other intangible assets of $4,936,461 as at 30 June 2024 (2023: $5,290,752).

At the end of each reporting period, the Group is required to determine whether there is any indication that the intangible assets are impaired under AASB 136 Impairment of Assets. Goodwill $4,072,016 (2023 $4,392,859) is assessed for impairment on an annual basis.

The Group uses the "value-in-use" methodology in determining the recoverable amount which measures the present value of future cashflows expected to be derived from these assets.

The evaluation of the recoverable amount requires the Group to exercise significant judgment, which include:

- 5-year cash flow forecast;
- Growth rates;
- Terminal growth factor; and
- Discount rate.

The outcome of the impairment assessment could vary if different assumptions were applied. As a result, the evaluation of the recoverable amount of goodwill and other intangible assets is a Key Audit Matter.

How our audit addressed the key audit matter

Our procedures included but were not limited to the following:

- assessing the appropriateness of identified CGU's and the allocation of carrying values to identified CGU's;
- assessing reasonableness of the FY25 budgets and additional projections, confirming board approval and comparing to historical and estimated financial information;
- reviewing the value in use models for mathematical accuracy and evaluating and testing key assumptions applied, including revenue growth, gross margin, expenses, discount rates and terminal growth rates;
- obtaining and reviewing pipeline, orders and contracts to support forecasted revenue;
- reviewing the discount rate calculation for reasonableness and in conjunction with industry benchmarks;
- assessing management's sensitivity analysis and performing independent assessment in relation to key assumptions including discount rate, growth rate and terminal value;
- assessing the adequacy of the disclosures included in Note 14; and
- assessing the reliability of the "value-in-use" method by cross checking to indicative external valuations, using the fair value less cost to sell.

Other Information

Other information is financial and non-financial information in the annual report of the Group which is provided in addition to the Financial Report and the Auditor's Report. The directors are responsible for Other Information in the annual report.

The Other Information we obtained prior to the date of this Auditor's Report was the Chair's Report, the CEO's Report, the Financial and Operational Review, and the Directors' report.

Our opinion on the Financial Report does not cover the Other Information and, accordingly, the auditor does not and will not express an audit opinion or any form of assurance conclusion thereon, with the exception of the Remuneration Report.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we 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.

We are required to report if we conclude that there is a material misstatement of this Other Information in the Financial Report and based on the work we have performed on the Other Information that we obtained prior the date of this Auditor's Report we have nothing to report.

Directors' Responsibilities for the Financial Report

The directors of the Company are responsible for the preparation of:

a) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001*; and
b) the consolidated entity disclosure statement that is true and correct in accordance with the *Corporations Act 2001*, and

for such internal control as the directors determine is necessary to enable the preparation of:

i) the financial report (other than the consolidated entity disclosure statement) that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and
ii) the consolidated entity disclosure statement that is true and correct and is free of misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the consolidated entity'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 consolidated entity or to 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 and 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, individual or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

Auditor's Responsibilities for the Audit of the Financial Report (cont'd)

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement 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 consolidated entity's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and other related disclosures made by the directors.

- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the consolidated entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the consolidated 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 financial report represents the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the consolidated entity to express an opinion on the group financial report. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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 also 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.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on the Remuneration Report

Opinion

We have audited the Remuneration Report included in the directors' report for the year ended 30 June 2024.

In our opinion, the Remuneration Report of Inventis Limited for the year ended 30 June 2024, complies with section 300A of the *Corporations Act 2001*.

Responsibilities

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

PKF

PKF

SCOTT TOBUTT
PARTNER

27 SEPTEMBER 2024
SYDNEY, NSW

Additional Information for Listed Public Companies
30 June 2024

ASX Additional Information
Additional information required by the ASX Listing Rules and not disclosed elsewhere in this report is set out below. This information is effective as at 13 September 2024.

Substantial shareholders
The number of substantial shareholders and their associates are set out below:

Shareholders	Number of shares
MAN INVESTMENTS (NSW) PTY LTD	12,764,362
MRS DEBRA ANN NOUN	11,980,000
INNOVATIVE MANAGEMENT PTY LIMITED	8,800,000
BOBBIN ED PTY LTD	5,498,117
MERRILL LYNCH (AUSTRALIA) NOMINEES PTY LIMITED	4,988,537

Voting rights

Ordinary Shares
On a show of hands, every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

Distribution of equity security holders

Holding	Ordinary shares
1 - 1,000	58,627
1,001 - 5,000	161,950
5,001 - 10,000	654,286
10,001 - 100,000	1,898,276
100,000 and over	73,651,247

There were 360 holders of less than a marketable parcel of ordinary shares.

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Twenty largest shareholders

	Ordinary shares Number held
MAN INVESTMENTS (NSW) PTY LTD	12,764,362
MRS DEBRA ANN NOUN	11,980,000
INNOVATIVE MANAGEMENT PTY LIMITED	8,800,000
BOBBIN ED PTY LTD	4,988,537
MERRILL LYNCH (AUSTRALIA) NOMINEES PTY LIMITED	4,775,473
RICHTOLL PTY LIMITED	4,529,273
AUSTRALIAN PERPETUAL PROPERTIES PTY LTD	2,617,286
ASB NOMINEES LIMITED	2,240,348
DR DAVID REX GEORGE LITTLEJOHN	2,022,221
LOG-IT PTY LTD	1,842,000
BASELINE PROFESSIONAL SERVICES PTY LTD	1,600,000
MR BRIAN PAUL HERMANN & WAIKATO TRUSTEE SERVICES LTD	1,597,043
MR BOBBY VINCENT LI	1,352,931
MR JOHN ROY WESTWOOD	840,000
SEYONE PARTNERS PTY LIMITED	750,000
NICHOLAS P S OLISSOFF	750,000
FALAFEL INVESTMENTS PTY LIMITED	689,045
PETFERN CONSULTANTS PTY LTD	669,999
RUSSELL ROY MALONEY	624,999
MISS ALICE JANE LI	590,985

Securities exchange
The Company is listed on the Australian Securities Exchange.

Corporate Directory
30 June 2024

Inventis Limited

7 Holbeche Road

Arndell Park NSW 2148

Telephone: +61 2 8808 0400

Facsimile: +61 2 9620 1582

Location of Share Registries

Link Market Services Limited

Level 12, 680 George Street

SYDNEY NSW 2000

Telephone: +61 1300 554 474

Facsimile: +61 2 9287 0303

Auditors

PKF(NS) Audit & Assurance Limited Partnership

Level 8, 1 O'Connell Street

Sydney NSW 2000

Solicitors

Eakin McCaffery Cox

Level 28, I Market Street

Sydney NSW 2000