ABN 83 628 420 824
Innlanz Limited
18-40 Anderson Street,
Parramatta, NSW 2150

Preliminary Final Report

For the year ended 30 June 2023

Innlanz Limited
Appendix 4E
Preliminary final report

1. Company details

Name of entity:	Innlanz Limited
ABN:	83 628 420 824
Reporting period:	For the year ended 30 June 2023
Previous period:	For the year ended 30 June 2022

2. Results for announcement to the market

				$
Revenues from ordinary activities	Up	65.72%	to	2,640,995
Loss from ordinary activities after tax attributable to the owners of Innlanz Limited	Down	68.03%	to	283,143
Loss for the year attributable to the owners of Innlanz Limited	Down	68.03%	to	283,143

Dividends
There were no dividends paid, recommended or declared during the current financial period. The directors do not propose to pay a final dividend for the year ended 30 June 2023.

Comments

The loss for the consolidated entity after providing for income tax and non-controlling interest amounted to $284,473, which was a significant improvement from the previous year (30 June 2022: $931,067).

- The Group's main source of income was generated from its hotel asset in Hamilton, New Zealand. It is pleasing to report that the hotel finished the financial year with a positive net result and maintained a high occupancy rate, despite the challenges caused by the flow-on effect of the pandemic and other economic pressures.
- The high occupancy levels throughout the financial year were seen across a range of customers, including corporate, leisure and group-based travellers.
- The Group's significantly improved performance has also been due to implementation of rigorous cost control measures and to minimising fixed operating costs.
- The Board and management are actively considering options to expand the Group's revenue, including remaining open to once again playing an active role in the "health and well-being" sector and seeking further opportunities to expand its hotel asset portfolio.

3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	0.01	0.01

4. Control gained over entities

None

5. Loss of control over entities

None

6. Details of associates and joint venture entities

None

7. Audit qualification or review

Details of audit/review dispute or qualification (if any):

The financial statements are based on the accounts that in the progress of being audited.

8. Attachments

Details of attachments (if any):

Consolidated statement of profit or loss and other comprehensive income
Consolidated statement of financial position
Consolidated Statement of cash flows
Consolidated statement of changes in equity

9. Signed

Signed ______________________________ Date: 31 August 2023

Dr Peter French
Chairman
Sydney

Signed ______________________________ Date: 31 August 2023

Yeshween Mudaliar
Managing Director
Sydney

Innlanz Limited
Consolidated statement of profit or loss and other comprehensive income
For the year ended 30 June 2023

	Consolidated 2023 $	Consolidated 2022 $
Revenue	2,640,995	1,593,674
Cost of sales	(56,639)	(31,439)
Gross profit	2,584,356	1,562,235
Other income	8,335	5,181
Government grant	-	75,803
Gain on lease termination	-	288,206
Inventory written off	-	(49,934)
Marketing expenses	(27,575)	(26,091)
Administrative expenses	(1,436,644)	(1,411,738)
Employee benefit expenses	(1,211,403)	(1,095,708)
Finance costs	(127,995)	(124,629)
Loss before income tax expense	(210,926)	(776,675)
Income tax expense	(73,547)	(154,392)
Loss after income tax expense for the year	(284,473)	(931,067)
Other comprehensive income / (loss)		
Items that may be reclassified subsequently to profit or loss		
Gain on the revaluation of land and buildings, net of tax	-	868,034
Foreign currency translation	67,058	(79,420)
Other comprehensive income / (loss) for the year, net of tax	67,058	788,614
Total comprehensive loss for the year	(217,415)	(142,453)
Loss for the year is attributable to:		
Owners of Innlanz Limited	(283,143)	(885,735)
Non-controlling interests	(1,330)	(45,332)
	(284,473)	(931,067)
Total comprehensive loss for the year is attributable to:		
Owners of Innlanz Limited	(216,085)	(97,121)
Non-controlling interests	(1,330)	(45,332)
	(217,415)	(142,453)
	Cents	**Cents**
Earnings		
Basic earnings per share	(0.09)	(0.30)
Diluted earnings per share	(0.09)	(0.30)

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Innlanz Limited
Consolidated statement of financial position
As at 30 June 2023

	Consolidated 2023 $	Consolidated 2022 $
Assets		
Current assets		
Cash and cash equivalents	865,702	1,291,963
Trade and other receivables	89,534	109,224
Prepayments	19,864	17,876
Inventories	22,540	7,785
Total current assets	997,640	1,426,848
Non-current assets		
Property, plant and equipment	6,744,543	6,679,944
Intangibles	15,150	16,942
Deferred tax assets	78,753	144,863
Total non-current assets	6,838,446	6,841,749
Total assets	7,836,086	8,268,597
Liabilities		
Current liabilities		
Trade and other payables	948,596	932,522
Provisions	129,707	104,389
Current tax liabilities	34,195	17,670
Deferred consideration	1,283,446	1,283,446
Total current liabilities	2,395,944	2,338,027
Non-current liabilities		
Deferred tax liabilities	663,823	655,659
Borrowings	2,108,794	2,389,971
Total non-current liabilities	2,772,617	3,045,630
Total liabilities	5,168,561	5,383,657
Net assets	2,667,525	2,884,940
Equity		
Issued capital	11,898,945	11,898,945
Reserves	853,084	786,026
Accumulated losses	(10,021,717)	(9,738,574)
Total equity attributable to members of the Group	2,730,312	2,946,397
Non-controlling interests	(62,787)	(61,457)
Total equity	2,667,525	2,884,940

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Innlanz Limited
Consolidated Statement of cash flows
For the year ended 30 June 2023

	Note	Consolidated 2023 $	Consolidated 2022 $
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		2,646,905	1,867,873
Payments to suppliers and employees (inclusive of GST)		(2,588,386)	(2,423,617)
Interest received		6,606	4,798
Lease payments (interest)		-	-
Interest and other finance cost paid		(127,995)	(84,178)
Net income taxes received/(paid)		8,277	(111,392)
Government grants and tax incentives		-	75,803
Net cash used in operating activities		(54,593)	(670,713)
Cash flows from investing activities			
Payments to acquire plant and equipment		(42,412)	(30,088)
Payments for deferred consideration		-	(900,000)
Receipts from related party			81,833
Net cash used in investing activities		(42,412)	(848,255)
Cash flows from financing activities			
Lease payment (principal)		-	(516,267)
Repayment of borrowings		(326,196)	(45,094)
Net cash used in financing activities		(326,196)	(561,361)
Net decrease in cash and cash equivalents		(423,201)	(2,080,329)
Cash and cash equivalents at the beginning of the financial year		1,291,963	3,391,075
Effects of exchange rate changes on cash and cash equivalents		(3,060)	(18,783)
Cash and cash equivalents at the end of the financial year		865,702	1,291,963

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Innlanz Limited
Consolidated statement of changes in equity
For the year ended 30 June 2023

Consolidated	Issued capital	Group restructure reserve	Foreign currency reserve	Assets revaluation reserve	Accumulated losses	Total	Non-controlling Interest	Total equity
	$	$	$	$	$	$	$	$
Balance at 1 July 2021	11,898,945	71,146	(73,734)	-	(8,852,839)	3,043,518	(16,125)	3,027,393
Loss after income tax expense for the year	-	-	-	-	(885,735)	(885,735)	(45,332)	(931,067)
Other comprehensive income/(loss) for the year, net of tax	-	-	(79,420)	868,034	-	788,614	-	788,614
Total comprehensive income/(loss) for the year	-	-	(79,420)	868,034	(885,735)	(97,121)	(45,332)	(142,453)
Balance at 30 June 2022	11,898,945	71,146	(153,154)	868,034	(9,738,574)	2,946,397	(61,457)	2,884,940

Consolidated	Issued capital	Group restructure reserve	Foreign currency reserve	Assets revaluation reserve	Accumulated losses	Total	Non-controlling Interest	Total equity
	$	$	$	$	$	$	$	$
Balance at 1 July 2022	11,898,945	71,146	(153,154)	868,034	(9,738,574)	2,946,397	(61,457)	2,884,940
Loss after income tax expense for the year	-	-	-	-	(283,143)	(283,143)	(1,330)	(284,473)
Other comprehensive income/(loss) for the year, net of tax	-	-	67,058	-	-	67,058	-	67,058
Total comprehensive income/(loss) for the year	-	-	67,058	-	(283,143)	(216,085)	(1,330)	(217,415)
Balance at 30 June 2023	11,898,945	71,146	(86,096)	868,034	(10,021,717)	2,730,312	(62,787)	2,667,525