



RECTIFIER TECHNOLOGIES

RECTIFIER TECHNOLOGIES LTD
ABN 82 058 010 692
24 Harker Street Burwood
Vic 3125 AUSTRALIA

Tel: +61 3 9896 7588
Fax: +61 3 9896 7560
Email: reception@rtp.com.au
Internet: www.rtp.com.au

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Australian Securities Exchange
Company Announcements Platform
Electronic transmission

Results for Announcement to the Market

The directors of Rectifier Technologies Limited announce a summary of the groups consolidated results for the financial year ended 30 June 2014. In summary:

- Revenues from continuing operations were up from \$5.2m last year to \$5.9m.
- Profit from continuing operations before tax was \$267K compared with a loss of \$833K in the previous period.
- Net profit after tax for the year was \$576K compared with a loss of \$760K in the previous period.
- The higher overall sales in 2013/2014 were due to sales increases across the board, both domestically and offshore, with the international sales increase attributable to the weaker Australian currency compared with 2012/2013. The significant improvement in net profit of \$576K compared with a loss of \$760k in the last year was due to the increase in sales, the lower cost of production offshore and R&D tax rebate.
- EBITDA went from a loss of \$625K to a profit of \$823K.

The Appendix 4E – Preliminary Final Report is presented below.

Yours faithfully,
Justyn Stedwell
Company Secretary

Appendix 4E

Preliminary final report

1. Company details

RECTIFIER TECHNOLOGIES LIMITED

ABN

82 058 010 692

Financial year ended ('current period')

30 JUNE 2014

Financial year ended ('previous period')

30 JUNE 2013

2. For announcement to the market

\$A'000

\$A 000

2.1 Revenues from continuing operations	UP	13.79%	To	\$5,891
2.2 Profit (loss) from continuing operations after tax attributable to members	Up	128.52%	To	\$239
2.3 Net profit (loss) for the period attributable to members	UP	175.79%	To	\$576
2.4 Dividends	Amount per security	Franked amount per security		
No dividends declared or paid				
2.5 Record date for determining entitlements to the dividend.	No dividends declared or paid			
2.6 Brief explanation of any of the figures reported above necessary to enable the figures to be understood.				
Please refer to Review of Operations at front cover page and 14.2 for a detailed explanation.				

3. Condensed consolidated Statement of Comprehensive Income

	Current period - \$A'000	Previous corresponding period - \$A'000
Revenues from continuing operations	5,891	5,177
Expenses from continuing operations	(5,589)	(5,965)
Finance costs	(35)	(45)
Profit (loss) from continuing operations before tax	267	(833)
Income tax	(28)	(5)
Profit (loss) from continuing operations after tax	239	(838)
Profit (loss) from discontinued operations after tax	337	78
Net profit (loss)	576	(760)
Net profit (loss) attributable to outside ⁺ equity interests	-	-
Net profit (loss) for the period attributable to members	576	(760)
Non-owner transaction changes in equity		
Increase in revaluation reserves	-	-
Net exchange differences recognised in equity	219	45
Other revenue, expense and initial adjustments recognised directly in equity (attach details)	-	-
Total transactions and adjustments recognised directly in equity	219	45
Total changes in equity not resulting from transactions with owners as owners	219	45

Notes to condensed consolidated Statement of Comprehensive Income

3.1 Revenue and expenses from continuing operations

	Current period - \$A'000	Previous corresponding period - \$A'000
Revenue from sales or services	5,890	5,177
Interest revenue	-	-
Other income:		
Profit/(Loss) on sale of non-current assets	1	(53)
Net foreign exchange gain/(Loss)	(88)	(11)
Details of relevant expenses:		
Changes in inventories	(1,730)	(1,972)
Employee benefits	(2,719)	(2,687)
Depreciation and amortisation	(38)	(49)
Finance costs	(35)	(45)
Other expenses	(1,014)	(1,192)

3.2 Significant features of operating performance

	Current period - \$A'000	Previous corresponding period - \$A'000
<i>Expenses from continuing operations includes:</i>		
Equity settled share based payments	-	-
Research & development costs	340	293

3.3 Extraordinary Items

N/A

3.4 Other Disclosures in accordance with AASB 101

	Current period - \$A'000	Previous corresponding period - \$A'000
Net gain/(loss) on disposal of non-current assets	1	(53)
Net revenue/(expense) since the beginning of the reporting period resulting from deductions from the carrying amounts of assets:		
- depreciation of non-current assets	(54)	(66)
- doubtful and bad debts	-	-
- inventory write-downs	(54)	(42)

4. Condensed consolidated Statement of Financial Position

	At end of current period \$A'000	As shown in last annual report \$A'000
Current assets		
Cash and cash equivalents	176	105
Trade and other receivables	1,821	1,516
Inventories	1,602	2,271
Current tax assets	-	-
Total current assets	3,599	3,892
Non-current assets		
Property, plant and equipment (net)	179	216
Trade and other receivables	112	112
Total non-current assets	291	328
Total assets	3,890	4,220
Current liabilities		
Trade and other payables	2,395	3,234
Deferred revenue	87	280
Borrowings	299	352
Provisions exc. tax liabilities	216	328
Provisions for tax liabilities	28	
Total current liabilities	3,025	4,194
Non current liabilities		
Trade and other payables	-	-
Borrowings	-	16
Deferred tax liabilities	4	5
Provisions exc. tax liabilities	25	24
Total non-current liabilities	29	45
Total liabilities	3,054	4,239
Net assets	836	(19)
Equity		
Capital/contributed equity	37,440	37,379
Retained profits / (accumulated losses)	(36,716)	(37,292)
Reserves	112	(106)
Equity attributable to members of the parent entity	836	(19)
Total equity	836	(19)

4.1 Condensed consolidated Statement of Changes in Equity

	At end of current period \$A'000	As shown in last annual report \$A'000
Total Equity at beginning of year	(19)	696
Add: Net Profit for the year	576	(760)
Add: Other comprehensive income	219	45
Add: Share Issue	60	-
Less: Dividends paid during year	-	-
Total Equity at end of year	836	(19)

5. Condensed consolidated Statement of Cash Flow

	Current period \$A'000	Previous corresponding period - \$A'000
Cash flows related to operating activities		
Receipts from customers	7,851	4,055
Payments to suppliers and employees	(8,472)	(4,025)
Interest and other items of similar nature received	-	-
Interest and other costs of finance paid	(18)	(10)
Income taxes paid	-	-
Net Cash from continuing operations	(639)	20
Net cash (used in)/from discontinued operations	50	60
Net operating cash flows	(589)	80
Cash flows related to investing activities		
Payment for purchases of property, plant and equipment	(76)	(33)
Proceeds from sales of property, plant and equipment	17	8
Proceeds from sales of subsidiaries, net of cash	929	-
Net cash from continuing operations	870	(25)
Net cash (used in)/from discontinued operations	(5)	(25)
Net investing cash flows	865	(50)
Cash flows related to financing activities		
Proceeds from borrowings	50	-
Repayment of borrowings	(222)	(134)
Net Cash from continuing operations	(172)	(134)
Net cash(used in)/from discontinued operations	(65)	(46)
Net financing cash flows	(237)	(180)
Net increase (decrease) in cash held	39	(150)
Cash at beginning of period	105	198
Effect of exchange rates on cash holdings in foreign currencies	32	57
Cash at end of period	176	105

5.1 Non-cash financing and investing activities

Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows are as follows.

Share based payments \$60,000 (2013: \$0)

5.2 Reconciliation of cash and cash equivalents

Reconciliation of cash at the end of the period (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current period \$A'000	Previous corresponding Period - \$A'000
Cash on hand and at bank	176	105
Total cash at end of period	176	105

5.3. Reconciliation of profit from ordinary activities after income tax to net cash inflow from operating activities

	Current period \$A'000	Previous corresponding period - \$A'000
Operating profit/(loss) after income tax	576	(760)
Depreciation and amortisation	54	66
Net (profit)/loss on sale of non-current assets	1	53
Capitalised interest	11	30
Options expense	60	-
Unrealised foreign currency gains / (losses)	(87)	(14)
Equity settled share based payments	-	-
Change in operating assets and liabilities		
Decrease/(increase) in trade debtors	1,721	(1,195)
Decrease/(increase) in other debtors / prepayments	(1,015)	147
(Increase) in inventories	(175)	283
(Decrease)/increase in trade creditors	(1,627)	1,279
(Decrease)/increase in provision for income tax payable	4	19
(Decrease)/increase in provisions	(112)	172
Net cash inflow from operating activities	(589)	80

6. Dividends

6.1 Amount per security

	Amount per security	Franked amount per security at 30% tax	Amount per security of foreign source dividend
Final dividend: Current year	-	-	-
Previous year	-	-	-
Interim dividend: Current year	-	-	-
Previous year	-	-	-

6.2 Total dividend per security (interim *plus* final)

Ordinary securities

Current year	Previous year
-	-

7. Dividend Reinvestment Plans

At 30 June 2014 there was no dividend reinvestment plan in operation for Rectifier Technologies Limited

Any other disclosures in relation to dividends.

N/A

8. Consolidated retained profits

	Current period - \$A'000	Previous corresponding period - \$A'000
Retained profits (accumulated losses) at the beginning of the financial period	(37,292)	(36,532)
Net profit (loss) attributable to members	576	(760)
Dividends and other equity distributions paid	-	-
Retained profits (accumulated losses) at end of financial period	(36,716)	(37,292)

9. NTA backing per ordinary security

Current period	Previous corresponding Period
0.08cents	-0.00 cents

10. Control gained over entities having material effect

Name of entity (or group of entities)	N/A
Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the controlled entity (or group of entities) since the date in the current period on which control was ⁺ acquired	\$
Date from which such profit has been calculated	
Profit (loss) from ordinary activities and extraordinary items after tax of the controlled entity (or group of entities) for the whole of the previous corresponding period	\$

10.1 Loss of control of entities having material effect

Name of entity (or group of entities)	Rectifier Technologies (UK) Ltd
Contribution to consolidated profit (loss) from ordinary activities and extraordinary items after tax of the controlled entity (or group of entities) for the current period to the date of loss of control	\$337K
Date to which the profit (loss) in item 14.2 has been calculated	31.03.2014
Contribution to consolidated profit (loss) from ordinary activities and extraordinary items after tax of the controlled entity (or group of entities) while controlled during the whole of the previous corresponding period	\$78K
Contribution to consolidated profit (loss) from ordinary activities and extraordinary items from sale of interest leading to loss of control	\$23K

11. Details of associates and joint venture entities

N/A

12. Other significant information

N/A

13. Accounting standards used in foreign entities

N/A

14. Commentary on results for the period

14.1 Earnings per security (EPS)

	Current period	Previous corresponding Period
Basic EPS	0.05cents	-0.07cents
Diluted EPS	0.05cents	-0.07cents

14.2 Review of Operations

Rectifier Technologies Ltd has sold wholly owned subsidiary, Rectifier Technologies (UK) Ltd, to Kirkpace limited t/a DMS technologies upon the agreement signed on 31st of March, 2014. Although RTUK contributed approximately 27% of RT's revenue on 30th of June 2014 and was the largest contributor to RT's group profit, RTUK's product categories do not fit the RT group of mainstream markets such as data centres, electrical vehicle charging, utilities, oil and gas and some military applications. RTUK's focuses is mainly in the local (United Kingdom) rail market. A product for the UK rail industry is unique to that region hence not transferable easily.

15. This report is based on ⁺accounts to which one of the following applies.

☐

The ⁺accounts have been audited.

☐

The ⁺accounts have been subject to review.



The ⁺accounts are in the process of being audited or subject to review.

☐

The ⁺accounts have *not* yet been audited or reviewed.

16. If the accounts have not yet been audited or subject to review and are likely to be subject to dispute or qualification, details are described below

N/A

17. If the accounts have been audited or subject to review and are subject to dispute or qualification, details are described below

N/A

By electronic lodgement



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Company Secretary - Justyn Stedwell – 29/08/2014