For year ended
30 June 2024

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Annual Report

Vonex Limited

ABN 39 063 074 635

Financial Statements

For the Year Ended 30 June 2024

Vonex Limited

ABN 39 063 074 635

Contents

For the Year Ended 30 June 2024

Corporate Directory
30 June 2024

Directors	Stephe Wilks (Non-Exec. Chair) Brent Paddon (Non-Exec. Director) Jason Gomersall (Non-Exec. Director)
Company Secretary	Mike Stabb
Registered Office	Level 6, 303 Coronation Drive Milton QLD 4064 Tel: 1800 828 668 Fax: 1300 997 999
Principal place of business	Level 6, 303 Coronation Drive Milton QLD 4064 Tel: 1800 828 668 Fax: 1300 997 999
Share register	Computershare Investor Services Pty Limited Level 11, 172 Georges Terrace Perth WA 6000 Tel: +61 8 9393 2000 Fax +61 8 9323 2033
Auditor	RSM Australia Partners Level 32, Exchange Tower 2 The Esplanade Perth WA 6000
Solicitors	McCullough Robertson Level 11/66 Eagle St Brisbane QLD 4000
Bankers	Commonwealth Bank of Australia Westpac Bank
Stock exchange listing	Vonex Limited shares are listed on the Australian Securities Exchange (ASX:VN8)
Website	www.vonex.com.au
Corporate Governance Statement	www. vonex.com.au/corporate-governance

Directors' Report
30 June 2024

The directors present their report, together with the financial statements on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of Vonex Limited (referred to hereafter as the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the financial year ended 30 June 2024.

Directors

The following persons were directors of Vonex Limited during the whole of the financial year and up to the date of this report, unless otherwise stated:

Names	Position
Mr Stephe Wilks	Non-Executive Chair
Mr Jason Gomersall	Non-Executive Director
Mr Brent Paddon	Non-Executive Director

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Principal activities

Vonex is a full service, award-winning telecommunications service provider focused on delivering state of the art cloud based solutions predominately to the small to medium enterprise ("SME") customer under the Vonex brand. The Company also provides a full range of traditional telecommunications products such as mobile and internet. Our wholesale customers, such as internet service providers, can access the core Vonex PBX, call termination services, hardware, mobile and internet at wholesale rates via a white label model. Vonex also delivers custom built software solutions to wholesale customers to facilitate projects of scale.

Dividends

There were no dividends declared or paid by the Company during the year and no dividend is recommended (2023: Nil)

Review of operations

The Vonex journey in the past 12 months has been positive despite some significant challenges along the way, including some negative sentiment as a result of difficulties in completing long outstanding migration of customers from prior acquisitions.

Despite this, the Company has built on its operational strengths and capabilities, improving customer experience, employee capability and quality of work. This, paired with improving the financial stability and performance of the Company, can be seen in the delivery of increased operational profit and cash flow.

The Company continues to focus on cost reduction, removing any duplication in vendor costs and discovering better outcomes for the business where available. The Company has seen a right sizing of the business with a reduction of 27% in staff numbers. This was predominately achieved through natural attrition and the closure of a legacy offshore call centre brought in with a prior acquisition. These efforts, in conjunction with an extended and improved debt facility, have paved the path to a successful completion of the financial year. The Company has maintained consistent double digit EBITDA margins, an increase in cash, and a reduction in creditors.

During the financial year Vonex worked diligently to progress and deliver better customer tools, resources and outcomes, to enhance overall service delivery and customer satisfaction. This year saw the launch of the Link2.0 platform, which offered our channel partners autonomy in adds, moves and changes for our vPBX products. The Company has expanded its national data network, insourcing previously outsourced engineering services. The first stage of the NBN network insource project has also been completed, which along with future stages of this project, will bring in direct control and overall improvement in NBN economics.

Directors' Report

30 June 2024

Review of operations (Continued)

The market remains very competitive, however Vonex is sustaining is brand and position. This is assisted by developments in Vonex's voice platform, which includes the ability for our Channel Partners to manage their customers directly in real time via new tools. This not only reduces impact on the Company's call centre but reduces implementation time and gives Channel Partners better control of their customer's services.

Many parties have been integral to our success this year and we thank our loyal customers, partners and suppliers for their continuing support. We are also very appreciative of the Vonex team, who continue to passionately and enthusiastically support our customers and the Company.

Significant changes in state of affairs

There have been no significant changes in the state of affairs of the consolidated entity during the reporting period.

Events after the reporting date

There are no matters or circumstances that has arisen since 30 June 2024 that have or may significantly affect the operations, results, or state of affairs of the consolidated entity in the future financial periods.

Likely developments and expected results of operations

As announced on 25 June 2024, Vonex entered a scheme implementation deed with Maxo Telecommunications Pty Ltd for the acquisition of 100% of Vonex's issued capital by way of a Court-approved scheme of arrangement. The scheme is expected to be implemented around October 2024, subject to Vonex shareholder approval, Court approval, and other relevant conditions being satisfied.

The Company is predicting modest but sustainable revenue growth, as the market remains highly competitive. There will be a continued focus on cashflow and cost efficiencies, leaving no stone unturned in seeking better outcomes for the business.

Operationally, the Company will continue to develop and deliver better tools and enhanced service delivery for our customers. The Vonex NBN network insource project will continue to progress alongside other data product enhancements. Link 2.0 will continue to be developed to encompass our Wholesale partners who utilise our vPBX product, as well as a further version for approved direct customers. Vonex is also actively investigating AI enhanced product opportunities for the coming financial year.

Directors' Report
30 June 2024

Information on directors

Stephe Wilks	Non-Executive Chair
Qualifications, experience and expertise	Stephe Wilks is an experienced company director with a long record leading successful global technology companies in high growth and disruptive industries. He has headed several Australian and international telecommunications and technology companies, including as Regional Director (Asia and Japan) Regulatory Affairs for BT Asia Pacific, Managing Director of XYZed Pty Ltd (an Optus company where Stephe developed and managed Australia's first competitive broadband wholesaler), Chief Operating Officer of both Nextgen Networks and Personal Broadband Australia, and as Consulting Director of NM Rothschild and Sons. Stephe's extensive technology leadership, strategic finance, M&A and governance expertise provide a useful foundation to contribute to achieving Vonex's strategic goals. Based in Sydney, he has Science and Law degrees from Macquarie University and a Master of Laws from the University of Sydney.
Interest in Shares and Performance Rights	5,065,602 Performance Rights
Other current directorships	Non-Executive Director of Bluglass Limited
Special Responsibilities	Member of the Audit & Risk Committee
Directorships held in other listed entities during the three years prior to the current year	Non-Executive Director of 1st Group Limited, Non-Executive Chair of Over the Wire Holdings Limited

Jason Gomersall	Non-Executive Director
Qualifications, experience and expertise	Mr Gomersall is a former Director of 2SG Wholesale and is the Founder, former CEO and current Executive Director of iSeek Pty Ltd. He has long been at the forefront of the telecommunications industry and the mobile phone market since being one of the foundation franchisees of the Optus World chain of retail stores in the 1990s.
Interest in Shares and Performance Rights	16,354,579 Shares
Special Responsibilities	Chair of the Audit & Risk Committee

Brent Paddon	Non-Executive Director
Qualifications, experience and expertise	Mr Paddon is an experienced company director and manager with over 25 years experience in the telecommunications and IT services sectors. After completing a Bachelor of IT from QUT in 1996, Mr Paddon co-founded Brisbane Internet Technology which was sold to Asia Online in 1999. He then held senior management roles at WebCentral and PIPE Networks and subsequently co-founded Over the Wire (OTW) in 2007, which listed on the ASX in 2015. Mr Paddon has detailed knowledge of the telecommunications industry and hands-on experience in starting and scaling successful businesses in that space. Based in Brisbane, he additionally holds a Graduate Diploma in Business Administration from QUT.
Interest in Shares and Performance Rights	450,000 Shares and 2,170,971 Performance Rights
Special Responsibilities	Member of Audit & Risk Committee
Directorships held in other listed entities during the three years prior to the current year	Non-Executive Director of Over the Wire Holdings Limited

Other current directorships' quoted above are current directorships for listed entities only and excludes directorships of all other types of entities, unless otherwise stated.

Information on directors (Continued)

'Former directorships (last 3 years)' quoted above are directorships held in the last 3 years for listed entities only and excludes directorships of all other types of entities, unless otherwise stated.

Company secretary

The following person held the position of Company secretary at the end of the financial year:

Mike Stabb is a finance executive with over 30 years of Australian and international experience. He is a Fellow of the Institute of Chartered Accountants, graduated with Distinction from QUT with a Bachelor of Business (Accy & BusLaw), is a registered tax agent and a member of the Australian Institute of Company Directors. He has been the company secretary since 2023. Prior to this role, Mike Stabb worked in London and on Wall Street, and held CFO and senior finance roles in the telecommunications and radio communications industries in Australia. Most recently, he was CFO and Company Secretary of Over the Wire Holdings Limited (ASX:OTW).

Meetings of directors

The number of meetings of the company's Board of Directors ('the Board') and of each Board committee held during the year ended 30 June 2024, and the number of meetings attended by each director were:

	Full Board		Audit and Risk Committee	
	Attended	Held	Attended	Held
Mr Stephe Wilks	13	13	3	3
Mr Jason Gomersall	11	13	3	3
Mr Brent Paddon	13	13	2	3

Held: represents the number of meetings held during the time the director held office or was a member of the relevant committee.

Remuneration report (audited)

The remuneration report is set out under the following main headings:

A. Remuneration Governance
B. Remuneration Structure
C. Details of Remuneration
D. Shared-based compensation
E. Equity instruments issued on exercise of remuneration options
F. Value of options to Directors
G. Equity instruments diclosures relating to key management personnel
H. Other transactions with key management personnel
I. Additional statutory information

The information provided in this remuneration report has been audited as required by section 308(3C) of the Corporations Act 2001. The remuneration arrangements detailed in this report are for the key management personnel ("KMP") of the Group as follow:

Mr Stephe Wilks - Non-Executive Chair
Mr Jason Gomersall - Non-Executive Directorr
Mr Brent Paddon - Non-Executive Director
Mr Ian Porter - Chief Executive Officer

Use of remuneration consultants

The Company did not employ services of consultants to review its existing remuneration policies.

Voting and comments made at the Company's 2023 Annual General Meeting

At the 2023 AGM, 90.72% of the votes received supported the adoption of the remuneration report for the year ended 30 June 2023. The company did not receive any specific feedback at the AGM regarding its remuneration practices.

A. Remuneration governance

Key management personnel have authority and responsibility for planning, directing and controlling the activities of the Group. Key management personnel comprise the Directors of the Group and Executives of the Group. The performance of the Group depends upon the quality of its key management personnel. To prosper the Group must attract, motivate and retain appropriately skilled directors and executives.

The Group's broad remuneration policy is to ensure the remuneration package properly reflects the person's duties and responsibilities and that remuneration is competitive in attracting, retaining and motivating people of the highest quality. The Group does not engage the services of any remuneration consultant.

B. Remuneration Structure

Non-Executive remuneration arrangements

The remuneration of Non-Executive Directors (NED) consists of Directors' fees, payable in arrears. They serve on a month to month basis and there are no termination benefits payable. Non-Executive Directors are able to participate in share option- based incentive programs in accordance with Group policy.

Directors' Report
30 June 2024

B. Remuneration Structure (Continued)

When required to spend time on Group Business outside of NED duties, Directors are paid consulting fees on time spent and details of which are contained in the Remuneration Table disclosed in Section C of this Report. Remuneration of Non- Executive Directors are based on fees approved by the Board of Directors and is set at levels to reflect market conditions and encourage the continued services of the Directors.

The Group has provided variable remuneration incentive schemes to certain Non-Executive Directors as detailed in Note 32.

Non-Executive Directors' fees are determined within an aggregate directors' fee pool limit, which will be periodically recommended for approval by shareholders. The maximum currently stands at $300,000 per annum as per Section 15.7 of the Company's constitution and may be varied by ordinary resolution of the shareholders in general meeting.

C. Details of remuneration for the year ended 30 June 2024

The key management personnel ("KMP") of the Group are the Directors and management of Vonex Limited detailed in the table below. Details of the remuneration of the Directors of the Group are set out below:

	Short term			Post employment benefits	Share based payments		Percentage of remuneration consisting of performance rights/options for the year
	Salary & Fees	Cash bonus	Long Service Leave	Superannuation	Performance Rights/Options	Total	
2024	**$**	**$**	**$**	**$**	**$**	**$**	**$**
Directors and Executives							
Mr Gomersall	**60,000**	**-**	**-**	**6,600**	**-**	**66,600**	**-**
Mr Wilks	**120,000**	**-**	**-**	**13,200**	**16,318**	**149,518**	**11%**
Mr Paddon	**60,000**	**-**	**-**	**6,600**	**6,993**	**73,593**	**10%**
Mr Porter	**150,000**	**-**	**-**	**16,500**	**23,311**	**189,811**	**12%**
Total	**390,000**	**-**	**-**	**42,900**	**46,622**	**479,522**	**10%**

C. Details of remuneration for the year ended (Continued) 30 June 2024

	Short term			Post employment benefits	Share based payments		Percentage of remuneration consisting of performance rights/options for the year
	Salary & Fees	Cash Bonus	Long Service Leave	Superannuation	Performance Rights/Options	Total	
2023	**$**	**$**	**$**	**$**	**$**	**$**	**$**
Directors and Executives							
Mr Fahey*	407,572	-	-	38,061	549,820	995,453	55%
Mr Ong**	46,581	-	-	6,691	-	53,272	-
Mr Vilensky***	42,500	-	-	5,963	-	48,463	-
Ms Hadad****	25,000	-	-	4,125	-	29,125	-
Mr Gomersall	60,000	-	-	6,225	-	66,225	-
Mr Wilks	80,000	-	-	8,400	-	88,400	-
Mr Paddon	40,645	-	-	4,793	-	45,438	-
Mr Porter	15,577	-	-	1,636	-	17,213	-
	717,875	-	-	75,894	549,820	1,343,589	41%

* Resigned 23 May 2023 ** Resigned 17 March 2023 ***Resigned 17 March 2023 **** Resigned 30 November 2022

The relative proportions of remuneration that are linked to performance and those that are fixed are as follows:

	Fixed		At risk - LTI **	
	2024	2023	**2024**	2023
	%	%	%	%
Directors and Executives				
Mr Fahey	**-**	45.00	**-**	55.00
Mr Ong	**-**	100.00	**-**	-
Mr Vilensky	**-**	100.00	**-**	-
Ms Hadad	**-**	100.00	**-**	-
Mr Gomersall	**100.00**	100.00	**-**	-
Mr Wilks	**89.00**	100.00	**11.00**	-
Mr Paddon	**90.00**	100.00	**10.00**	-
Mr Porter	**88.00**	100.00	**12.00**	-

*Fixed Remuneration includes short term benefits and post-employment benefits

Performance rights are at risk - **Long term incentives are provided by way of the performance rights issued with long term performance milestones. The percentages disclosed reflect the fair value of remuneration based on the value of the performance rights at grant date subject to future vesting conditions.

Remuneration Policy

Non-Executive Directors

Total remuneration for all Non-Executive Directors, is not to exceed $500,000 per annum as approved by shareholders. This does not include Consulting Fees.

Non-Executive Directors received a fixed fee for their services of $60,000 per annum (excl. GST) plus superannuation for services performed. The Non-Executive Chair receives a fixed fee for his services of $120,000 per annum (plus GST) plus superannuation for services performed.

The Group has provided variable remuneration incentive schemes to certain Non-Executive Directors as detailed in Note 32. There are no termination or retirement benefits for non-executive directors (other than statutory superannuation).

Chief-Executive Officer - Mr Ian Porter

Outlined below is a summary of the material provisions of the Executive Services Agreement between the Company and Mr Ian Porter. Mr Porter will receive an annual salary of $150,000 plus statutory superannuation. Either party can terminate the Executive Services Agreement by giving six (6) months written notice.

D. Share-based Compensation

Short term and long term incentives

On 11 December 2023, Mr Porter was issued performance rights incentives for his work and ongoing commitment and contribution to the Company. The performance rights were issued in three tranches, each with different performance milestones.

No options were issued to directors during the year.

In prior financial years, all directors were issued options for their work and ongoing commitment and contribution to the Company. Refer to Note 32 for further details in respect to the options granted.

E. Equity Instrument Issued on Exercise of Remuneration Options

No equity instruments were issued during the year to Directors or key management personnel as a result of exercising remuneration options (2023: Nil).

F. Value of options and Performance Rights to Directors and Executives

Options - Directors & Executives

No options were issued to directors during the year.

Directors' Report
30 June 2024

F. Value of options and Performance Rights to Directors and Executives (Continued)

Performance Rights - Directors and Executives

On 11 December 2023, 14,473,143 performance rights were issued to Directors, Stephe Wilks and Brent Paddon, and the Chief Executive Office, Ian Porter, following shareholder approval at the AGM and valued using the Monte Carlo Simulation ("MCS") Methodology valuation model as follows:

- Stephe Wilks: 5,065,602
- Brent Paddon: 2,170,971
- Ian Porter: 7,236,570

Total fair value of performance rights granted was $239,771. The share-based expense is recognised proportionally over the vesting period of three years and resulted in $46,662 being recognised as an expense during the reporting period.

The performance rights were valued using the MCS valuation model as follows:

Grant Date	Number Issued	Expiry Date	Share Price on Grant Date	Exercise price	Barrier Price (15 day VWAP)	Expected Future Volatility	Risk Free Rate	Dividend Yield	Value per Right	Valuation
11 December 2023	Tranche - 1 - 4,824,381	11 December 2026	$0.021	$0.00	$0.04	90%	4.22%	Nil	$0.0178	$85,874
11 December 2023	Tranche - 2 - 4,824,381	11 December 2026	$0.021	$0.00	$0.05	90%	4.22%	Nil	$0.0165	$79,602
11 December 2023	Tranche - 3 - 4,824,381	11 December 2026	$0.021	$0.00	$0.06	90%	4.22%	Nil	$0.0154	$74,295

As at reporting date the company had 22,473,143 performance rights on issue.

G. Equity instruments disclosures relating to key management personnel

Share holdings

The numbers of shares in the Company held during the financial year by each Director and other key management personnel of the Group are set out below.

G. Equity instruments disclosures relating to key management personnel (Continued)

30 June 2024	Opening Balance No.	Received Remuneration No.	Received During Year of Exercise of Options No.	Net Change Other No.	Closing Balance No.
Directors and Executives					
Jason Gomersall	16,354,579	-	-	-	16,354,579
Stephe Wilks	-	-	-	-	-
Brent Paddon	450,000	-	-	-	450,000
Ian Porter	-	-	-	-	-
	16,804,579	-	-	-	16,804,579

Performance Rights

The table shows how many deferred KMP performance rights have been granted, vested and forfeited during the period:

30 June 2024	Opening Balance No.	Expired During the Period No.	Issued During the Period No.	Net Change Other No.	Closing Balance No.
Directors and Executives					
Jason Gomersall	-	-	-	-	-
Stephe Wilks	-	-	5,065,602	-	5,065,602
Brent Paddon	-	-	2,170,971	-	2,170,971
Ian Porter	-	-	7,236,570	-	7,236,570
	-	-	14,473,143	-	14,473,143

Option Holdings

The table shows how many KMP options have been granted, vested and forfeited during the period.

30 June 2024	Opening Balance No.	Expired During the Period* No.	Issued During the Period No.	Net Change Other No.	Closing Balance No.
Directors and Executives					
Jason Gomersall	1,500,000	(1,500,000)	-	-	-
Stephe Wilks	-	-	-	-	-
Brent Paddon	-	-	-	-	-
Ian Porter	-	-	-	-	-
	1,500,000	(1,500,000)	-	-	-

*The options were exercisable at $0.37 on or before 1 December 2023 and expired on that date.

Directors' Report
30 June 2024

H. Other transactions with key management personnel

Transactions with related parties

The following transactions occured with related parties:

	Consolidated	
	2024	**2023**
	$	**$**
Company Company secretarial, corporate compliance, bookkeeping and accounting fees from Minerva Corporate (director-related entity of Nicholas Ong)	-	55,683
Payments for legal fees from Bowen Buchbinder Vilensky (director-related entity of David Vilensky)	-	89,996
	-	145,679

Receivable from and payable to related parties

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	2024	**2023**
	$	**$**
Trade payables to Minerva Corporate (director-related entity of Nicholas Ong)	-	2,000
	-	2,000

Terms and conditions

All transactions were made on normal commercial terms and conditions and at market rates.

I. Additional statutory information

The earnings of the consolidated entity for the five years to 30 June 2024 are summarised below:

	2024	**2023**	**2022**	**2021**	**2020**
	$	**$**	**$**	**$**	**$**
Sales revenue	**48,190,776**	**45,454,008**	**33,616,139**	**18,259,243**	**12,770,304**
Profit/(loss) for the year	**(1,340,113)**	**(22,816,233)**	**251,685**	**(3,984,964)**	**(705,964)**

Directors' Report
30 June 2024

I. Additional statutory information (Continued)

The factors that are considered to affect total shareholders return ('TSR') are summarised below:

	2024	2023	2022	2021	2020
Share price at financial year end (cents per share)	**3.5**	**3.0**	**6.6**	**12.5**	**11.0**
Basic Earnings per Share (cents per share)	**(0.370)**	**(6.825)**	**0.08**	**(2.1)**	**(0.45)**

End of Audited Remuneration Report

Environmental Regulation

The consolidated entity is not subject to any significant environmental regulations under a law of the Commonwealth or of a state or territory of Australia.

Officer's Indemnification and Insurance

The Company has paid a premium for a contract insuring all Directors and executive officers of the Company and certain related bodies corporate against all liabilities and expenses arising as a result of work performed in their respective capacities to the extent permitted by law. The Directors have not included in this report details of the nature of the liabilities covered or the amount of the premium paid in respect of the Directors and executive officers insurance liability contract as disclosure is prohibited under the terms of the contract.

The Company has agreed to indemnify each person who is, or has been a director, officer or agent of the Company and/or of certain of its related bodies corporate against all liabilities to another person (other than the Company or a related body corporate) that may arise from their position as director, officer or agent, except where the liability arises out of conduct involving a lack of good faith. The Company is required to meet the full amount of any such liabilities, including costs and expenses for a period of seven years.

No liability has arisen since the end of the previous financial year which the Company would, by operation of the above inemnities, be required to meet.

Indemnity and insurance of auditor

The Company has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the Company or any related entity against a liability incurred by the auditor.

During the financial year, the Company has not paid a premium in respect of a contract to insure the auditor of the company or any related entity.

Options

At the date of this report, the Company has no options on issue. 10,000,000 options exercisable at $0.37 expired on 1 December 2023.

Performance Rights

At the date of this report the Company has the following performance rights on issue:

- 8,000,000 performance rights with an expiry date of 20 December 2025, and 15-day vwap barrier prices ranging between \$0.10 and \$0.14.

- 14,473,143 performance rights with an expiry date of 11 December 2026, and 15-day vwap barrier prices ranging between \$0.04 and \$0.06.

Proceedings on behalf of 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 on behalf of the company for all or part of those proceedings.

No proceedings have been brought or intervened in on behalf of the Company with leave of the Court under section 237 of the Corporations Act 2001.

Non-Audit services

The Company may decide to employ the Auditor on assignments additional to their statutory audit duties.

Details of the amounts paid or payable to the Auditor for audit and non-audit services provided during the year are set out.

The directors are satisfied that the provision of non-audit services during the financial year, by the auditor (or by another person or firm on the auditor's behalf), is compatible with the general standard of independence for auditors imposed by the Corporations Act 2001.

The directors are of the opinion that the services as disclosed in note 8 to the financial statements do not compromise the external auditor's independence requirements of the Corporations Act 2001 for the following reasons:

- all non-audit services have been reviewed and approved to ensure that they do not impact the integrity and objectivity of the auditor; and

- none of the services undermine the general principles relating to auditor independence as set out in APES 110 Code of Ethics for Professional Accountants (including Independence Standards) issued by the Accounting Professional and Ethical Standards Board, including reviewing or auditing the auditor's own work, acting in a management or decision-making capacity for the company, acting as advocate for the company or jointly sharing economic risks and rewards.

The following fees were paid or payable to the external auditors for audit and non-audit services provided during the year ended 30 June 2024:

	2024 $	2023 $
Assurance and Audit Services		
RSM Australia Partners	**156,000**	155,500
Total remuneration for audit and assurance services	**156,000**	155,500

Directors' Report
30 June 2024

Non-Audit Services (Continued)

	2024 $	2023 $
Corporate Services:		
RSM Australia Pty Ltd - Due Diligence Report	-	27,500
Total remuneration for corporate services	-	27,500

Officers of the company who are former partners of RSM Australia Partners

There are no officers of the company who are former partners of RSM Australia Partners.

Auditor

RSM Australia Partners was appointed as the Group's auditor at the 2011 Annual General Meeting and continues in office in accordance with section 327 of the Corporations Act 2001.

Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under section 307C of the Corporations Act 2001 is included within this financial report.

This director's report, incorporating the remuneration report, is signed in accordance with a resolution of the Board of Directors.

Director: ....

Dated this 14th day of August 2024

RSM Australia Partners

Level 32 Exchange Tower, 2 The Esplanade Perth WA 6000
GPO Box R1253 Perth WA 6844

T +61 (0) 8 9261 9100

www.rsm.com.au

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the financial report of Vonex Limited for the year ended 30 June 2024, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

(i) the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and

(ii) any applicable code of professional conduct in relation to the audit.

RSM AUSTRALIA

JAMES KOMNINOS
Partner

Perth, WA
Dated: 14 August 2024

Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2024

	Note	2024 $	2023 $
Sales revenue	4	**48,190,776**	45,454,008
Cost of sales	5	**(26,773,102)**	(25,223,709)
Gross profit		**21,417,674**	20,230,299
Other income	4	**491,668**	1,715,849
Administration expenses		**(2,885,015)**	(3,260,359)
Amortisation	5	**(2,135,434)**	(2,047,538)
Account and audit fees		**(416,863)**	(262,342)
Bad & doubtful debt expenses		**(721,147)**	1,271
Contractor expenses		**(2,071,512)**	(3,091,193)
Dealer commissions		**(1,042,644)**	(1,199,679)
Depreciation expense	5	**(1,037,372)**	(1,021,669)
Director's fees		**(263,250)**	(365,287)
Employee expenses		**(8,403,805)**	(9,638,733)
Fair value of contingent consideration		**-**	(1,081,246)
Finance costs	5	**(4,234,739)**	(2,393,517)
Insurance expense		**(350,415)**	(275,419)
Impairment expense	14	**-**	(19,461,347)
Legal fees		**(176,607)**	(134,556)
(Loss)/gain on disposal of non-current assets		**(6,652)**	10,160
Occupancy costs		**(85,379)**	(260,570)
Repairs and maintenance		**(57,118)**	(50,402)
Share based payment expense	32	**(46,622)**	(549,820)
Travel expenses		**(48,195)**	(244,135)
Loss before income tax		**(2,073,427)**	(23,380,233)
Income tax benefit	6	**733,314**	564,000
Net loss for the year		**(1,340,113)**	(22,816,233)
Other comprehensive income, net of income tax			
Total comprehensive loss for the year		**(1,340,113)**	(22,816,233)
Basic and diluted earnings/(loss) per share of profit/(loss) attributable to the owners of Vonex Limited (cents per share)	9	**(0.370)**	(6.825)

Statement of Financial Position

As At 30 June 2024

	Note	2024 $	2023 $
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	10	**2,928,337**	1,793,030
Trade and other receivables	11	**2,359,769**	3,306,042
Contract assets	12	**43,474**	55,801
Other assets	13	**751,336**	740,058
TOTAL CURRENT ASSETS		**6,082,916**	5,894,931
NON-CURRENT ASSETS			
Intangible assets	14	**25,141,281**	27,276,716
Property, plant and equipment	17	**1,109,951**	1,264,470
Contract assets	12	**21,997**	20,525
Right-of-use assets	18	**2,621,267**	1,387,012
Other assets	13	**343,924**	586,952
TOTAL NON-CURRENT ASSETS		**29,238,420**	30,535,675
TOTAL ASSETS		**35,321,336**	36,430,606
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	20	**9,016,327**	10,346,056
Current tax liabilities		**-**	167,346
Borrowings	21	**-**	21,581,658
Provision	19	**1,336,467**	1,537,788
Lease liabilities	22	**741,843**	485,191
TOTAL CURRENT LIABILITIES		**11,094,637**	34,118,039
NON-CURRENT LIABILITIES			
Provisions	19	**136,478**	114,004
Borrowings	21	**22,677,363**	-
Deferred tax liabilities	23	**2,928,713**	3,758,889
Lease liabilities	22	**2,162,556**	1,366,569
TOTAL NON-CURRENT LIABILITIES		**27,905,110**	5,239,462
TOTAL LIABILITIES		**38,999,747**	39,357,501
NET LIABILITIES		**(3,678,411)**	(2,926,895)
EQUITY			
Issued capital	24	**66,587,445**	66,045,470
Reserves	25	**614,948**	1,779,326
Accumulated losses	28	**(70,880,804)**	(70,751,691)
Total equity attributable to equity holders of the Company		**(3,678,411)**	(2,926,895)
TOTAL DEFICIENCY IN EQUITY		**(3,678,411)**	(2,926,895)

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

For the Year Ended 30 June 2024

2024

	Ordinary Shares	Accumulated Losses	Reserves	Total
	$	$	$	$
Balance at 1 July 2023	**66,045,470**	**(70,751,691)**	**1,779,326**	**(2,926,895)**
Loss attributable to members of the parent entity	**-**	**(1,340,113)**	**-**	**(1,340,113)**
Transactions with owners in their capacity as owners				
Reversal of option expired during the year	**-**	**1,211,000**	**(1,211,000)**	**-**
Shares issued in acquisition settlement of Network Technology (Aust) Pty Ltd	**541,975**	**-**	**-**	**541,975**
Performance rights issued during the year	**-**	**-**	**46,622**	**46,622**
Balance at 30 June 2024	**66,587,445**	**(70,880,804)**	**614,948**	**(3,678,411)**

2023

	Ordinary Shares	Accumulated Losses	Reserves	Total
	$	$	$	$
Balance at 1 July 2022	65,912,270	(49,792,284)	3,085,718	19,205,704
Loss attributable to members of the parent entity	-	(22,816,233)	-	(22,816,233)
Transactions with owners in their capacity as owners				
Shares issued in acquisition settlement of Voiteck Pty Ltd	133,200	-	-	133,200
Reversal of option expired during the year	-	1,856,826	(1,856,212)	614
Performance rights issued during the year	-	-	549,820	549,820
Balance at 30 June 2023	66,045,470	(70,751,691)	1,779,326	(2,926,895)

The accompanying notes form part of these financial statements.

Statement of Cash Flows

For the Year Ended 30 June 2024

	Note	2024 $	2023 $
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers		**53,646,883**	49,064,848
Payments to suppliers and employees		**(48,579,010)**	(46,747,772)
Other Revenue - Mining Royalty		**-**	250,000
Interest received		**16,288**	4,837
Interest paid		**(296,484)**	(14,503)
Net cash provided by operating activities	27	**4,787,677**	2,557,410
CASH FLOWS FROM INVESTING ACTIVITIES:			
Payments for physical non-current assets		**(91,219)**	(316,350)
Payment to acquire business		**-**	(8,124,827)
Proceeds from disposal of property, plant and equipment		**-**	43,069
Net movements in bonds		**-**	(123,372)
Other investing Cashflow		**(6,889)**	-
Net cash used in investing activities		**(98,108)**	(8,521,480)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Proceeds from borrowings		**-**	8,042,521
Payment of transaction and finance costs		**(2,705,212)**	(2,343,274)
Repayment of borrowings		**-**	(500,000)
Leasing payments		**(849,050)**	(635,451)
Other financing Cashflow		**-**	(1,877)
Net cash (used in)/provided by financing activities		**(3,554,262)**	4,561,919
Net increase/(decrease) in cash and cash equivalents held		**1,135,307**	(1,402,151)
Cash and cash equivalents at beginning of year		**1,793,030**	3,195,181
Cash and cash equivalents at end of financial year	10	**2,928,337**	1,793,030

The accompanying notes form part of these financial statements.

The consolidated financial statements and notes represent those of Vonex Limited and the entities it controlled during the year ("the consolidated entity"). Vonex Limited is a public company, incorporated and domiciled in Australia. The address of the Company's registered office and principal place of business is Level 6, 303 Coronation Drive, Milton, Qld.

The separate financial statements of the parent entity, Vonex Limited, have not been presented within this financial report as permitted by the Corporations Act 2001.

The financial statements were authorised for issue by the Board on 14 August 2024.

1 Basis of Preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001, as appropriate for for-profit oriented entities. These financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

Historical cost convention

The financial statements have been prepared under the historical cost convention, except for, where applicable the revaluation of financial assets and liabilities at fair value through profit or loss, financial assets at fair value through other comprehensive income, investment properties, certain classes of property, plant and equipment and derivative financial instruments.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise judgement in the process of applying the consolidated entity's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are material to the financial statements, are disclosed in Note 3.

Parenty entity information

In accordance with the Corporations Act 2001, these financial statements present the results of the consolidated entity only. Supplementary information about the parent entity is disclosed in note 16.

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) Principles of consolidation

The consolidated financial statements incorporate the assets, liabilities and result of entities controlled by Vonex Limited at the end of the reporting period. A controlled entity is an entity over which Vonex Limited has the ability or right to govern the financial and operating policies so as to obtain benefits from the entity's activities. In preparing the consolidated financial statements, all inter-group balances and transactions between entities in the consolidated entity have been eliminated in full on consolidation. Where controlled entities have entered or left the consolidated entity during the year, the financial performance of those entities is included only for the period of the year that they were controlled.

2 Material Accounting Policy Information (Continued)

(b) Business combinations

Any contingent consideration which forms part of the combination is recognised at fair value at the acquisition date. If the contingent consideration is classified as equity then it is not remeasured and the settlement is accounted for within equity. Otherwise subsequent changes in the value of the contingent consideration liability are measured through profit or loss.

Business combinations occur where an acquirer obtains control over one or more businesses and results in the consolidation of its assets and liabilities. A business combination is accounted for by applying the acquisition method, unless it is a combination involving entities or businesses under common control. The acquisition method requires that for each business combination one of the combining entities must be identified as the acquirer (i.e. parent entity). The business combination will be accounted for as at the acquisition date, which is the date that control over the acquiree is obtained by the parent entity. At this date, the parent shall recognise, in the consolidated financial statements, and subject to certain limited exceptions, the fair value of the identifiable assets acquired and liabilities assumed. In addition, contingent liabilities of the acquiree will be recognised where a present obligation has been incurred and its fair value can be reliably measured.

The acquisition may result in the recognition of goodwill or a gain from a bargain purchase. The method adopted for the measurement of goodwill will impact on the measurement of any non-controlling interest to be recognised in the acquiree where less than 100% ownership interest is held in the acquiree.

The acquisition date fair value of the consideration transferred for a business combination plus the acquisition date fair value of any previously held equity interest shall form the cost of the investment in the separate financial statements. Consideration may comprise the sum of the assets transferred by the acquirer, liabilities incurred by the acquirer to the former owners of the acquiree and the equity interests issued by the acquirer. Fair value uplifts in the value of pre-existing equity holdings are taken to the statement of profit and loss and other comprehensive income. Where changes in the value of such equity holdings had previously been recognised in other comprehensive income, such amounts are recycled to profit or loss.

Included in the measurement of consideration transferred is any asset or liability resulting from a contingent consideration arrangement. Any obligation incurred relating to contingent consideration is classified as either a financial liability or equity instrument, depending upon the nature of the arrangement. Rights to refunds of consideration previously paid are recognised as a receivable. Subsequent to initial recognition, contingent consideration classified as equity is not remeasured and its subsequent settlement is accounted for within equity. Contingent consideration classified as an asset or a liability is remeasured each reporting period to fair value through the statement of profit and loss and other comprehensive income unless the change in value can be identified as existing at acquisition date.

All transaction costs incurred in relation to the business combination are expensed to the statement of profit or loss and other comprehensive income.

(c) Income tax

The income tax expense (revenue) recognised in the statement of profit or loss and other comprehensive income comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at the end of the reporting period. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well unused tax losses.

2 Material Accounting Policy Information (Continued)

(c) Income tax (Continued)

Current and deferred income tax expense (revenue) is charged or credited outside profit or loss when the tax related to items that are recognised outside profit or loss.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates enacted or substantively enacted at the end of the reporting period. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Where temporary differences exist in relation to investments in subsidiaries, branches, associates, and joint ventures, deferred tax assets and liabilities are not recognised where the timing of the reversal of the temporary difference can be controlled and it is not probable that the reversal will occur in the foreseeable future.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where a legally enforceable right of set-off exists, the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

(d) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value, less, where applicable, any accumulated depreciation and impairment losses. The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

The cost of fixed assets constructed included the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to profit or loss.

Depreciation

The depreciable amount of plant and equipment is depreciated on the straight line method over their useful lives commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

2 Material Accounting Policy Information (Continued)

(d) Property, plant and equipment (Continued)

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

Fixed asset class	Depreciation rate
Furniture, Fixtures and Fittings	5% - 100%
Plant and Equipment	8% - 100%
Leasehold improvements	2.5% - 33%
Motor Vehicles	16% - 25%
Computer Equipment	4% - 100%

The asset's residual values and useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of profit or loss and other comprehensive income.

i. Plant and Equipment

The asset's residual values and useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of profit or loss and other comprehensive income.

ii. Impairment of Assets

At each reporting date, the consolidated entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of profit or loss and other comprehensive income.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised in the statement of profit and loss and other comprehensive income immediately, unless the relevant asset is carried at fair value, in which case the impairment loss is treated as a revaluation decrease. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but only to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised in the statement of profit and loss and other comprehensive income immediately, unless the relevant asset is carried at fair value, in which case the reversal of the impairment loss is treated as a revaluation increase.

Impairment testing is performed annually for intangible assets with indefinite useful lives.

2 Material Accounting Policy Information (Continued)

(e) Employee benefits

Provision is made for the consolidated entity's obligation for short-term employee benefits. Short-term employee benefits are benefits that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The consolidated entity’s obligations for short-term employee benefits such as wages and salaries are recognised as a part of current trade and other payables in the statement of financial position. The consolidated entity’s obligations for employees’ annual leave entitlements are recognised as provisions in the statement of financial position.

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on corporate bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Defined contribution superannuation expense

Contributions to defined contribution superannuation plans are expensed in the period in which they are incurred.

(f) Provisions

Provisions are recognised when the consolidated entity has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

(g) Investments and other financial assets

Invesments and other financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on both the business model within which such assets are held and the contractual cash flow characteristics of the financial asset unless an accounting mismatch is being avoided.

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the consolidated entity has transferred substantially all the risks and rewards of ownership. When there is no reasonable expectation of recovering part or all of a financial asset, it's carrying value is written off.

2 Material Accounting Policy Information (Continued)

(g) Investments and other financial assets (Continued)

1. Fair value through other comprehensive income

Financial assets at fair value through other comprehensive income include equity investments which the consolidated entity intends to hold for the foreseeable future and has irrevocably elected to classify them as such upon initial recognition.

2. Financial assets through profit or loss

Financial assets not measured at amortised cost or at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss. Typically, such financial assets will be either: (i) held for trading, where they are acquired for the purpose of selling in the short-term with an intention of making a profit, or a derivative; or (ii) designated as such upon initial recognition where permitted. Fair value movements are recognised in profit or loss.

3. Impairment of financial assets

The consolidated entity recognises a loss allowance for expected credit losses on financial assets which are either measured at amortised cost or fair value through other comprehensive income. The measurement of the loss allowance depends upon the consolidated entity's assessment at the end of each reporting period as to whether the financial instrument's credit risk has increased significantly since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain.

Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses. The amount of expected credit loss recognised is measured on the basis of the probability weighted present value of anticipated cash shortfalls over the life of the instrument discounted at the original effective interest rate.

For financial assets mandatorily measured at fair value through other comprehensive income, the loss allowance is recognised in other comprehensive income with a corresponding expense through profit or loss. In all other cases, the loss allowance reduces the asset's carrying value with a corresponding expense through profit or loss.

(h) Cash and cash equivalents

Cash and equivalents include cash on hand, deposits held at call with banks and other short term highly liquid investments. For the purpose of the statement of cash flows, cash includes deposits at call, which are readily convertible to cash on hand and subject to an insignificant risk of changes in value.

2 Material Accounting Policy Information (Continued)

(i) Revenue and other income

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the consolidated entity is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the consolidated entity: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative standalone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised. Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method.

The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are initially recognised as deferred revenue in the form of a separate refund liability.

Rendering of telecommunications services

Revenue from the rendering of retail telecommunications services includes the provision of data, internet, voice and other services. Revenue from the rendering of data and internet services to consumers and corporate customers is recognised on a straight-line basis over the period the service is provided. Revenue for voice services is recognised at completion of the call. Revenue from wholesale hosted PBX service customers is charged based on the number of PBX registrations recorded on a daily basis and invoiced monthly in arrears.

Where revenue for services is invoiced to customers and/or received in advance, the amount that is unearned at a reporting date is recognised in the statement of financial position as deferred income, and its recognition in the profit or loss is deferred until the period to which the invoiced amount relates.

Sale of goods

Revenue from the sale of goods represents sales of customer equipment to consumer and corporate customers. Revenue from the sale of goods is recognised at the point in time when the customer obtains control of the goods or service.

Revenue arrangements with multiple deliverables

Where two or more revenue-generating activities or deliverables are sold under a single arrangement, each deliverable is considered to be a separate unit of accounting and is accounted for separately.

Interest

Revenue is recognised as the interest accrues using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

2 Material Accounting Policy Information (Continued)

(j) Contract assets

Contract assets are recognised when the consolidated entity has satisfied the performance obligations in the contract and either has not recognised a receivable to reflect its unconditional right to consideration or the consideration is not due. Contract assets are treated as financial assets for impairment purposes.

(k) Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as they assets are substantially ready for their intended use of sale.

All other borrowing costs are recognised as an expense in the period in which they are incurred. Borrowing costs predominately consist of interest and other costs that the company incurs in connection with the borrowing of fund.

(l) Trade and other payables

These amounts represent liabilities for goods, services and other commitments provided to the consolidated entity at the end of the reporting period that remain unpaid.

Trade payables are recognised at their transaction price. Trade payables are obligations on the basis of normal credit terms. Trade payables are predominately unsecured.

(m) Trade and other receivables

All trade receivables are recognised initially at the transaction price (i.e. cost) less expected credit losses for any uncollectable amounts. Receivable terms for the consolidated entity are due for settlement within 4-30 days from the date of the invoice. Collectability of trade debtors is reviewed on an ongoing basis.

Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

At the end of each reporting period, the carrying amount of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in the statement of profit or loss and other comprehensive income. When identified, debts which are known to be uncollectible are written off.

(n) Lease Liabilities

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the consolidated entity's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

2 Material Accounting Policy Information (Continued)

(o) Comparative figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

(p) Right-Of-Use Assets

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, and, except where included in the cost of inventories, an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the consolidated entity expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of use assets are subject to impairment or adjusted for any remeasurement of lease liabilities.

The consolidated entity has elected not to recognise a right-of-use asset and corresponding lease liability for shortterm leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

(q) Intangible assets

Goodwill

Goodwill arises on the acquisition of a business. Goodwill is not amortised. Instead, goodwill is tested annually for impairment, or more frequently if events or changes in circumstances indicate that it might be impaired, and is carried at cost less accumulated impairment losses. Impairment losses on goodwill are taken to profit or loss and are not subsequently reversed.

*Customer Lis*t

Customer List is amortised on a straight line basis over the life of the contracts. The residual values and useful lives are reviewed annually at each balance date and adjusted, if appropriate.

*Trademark*s

Trademark is amortised on a straight line basis over the period of 10 years from April 2013. The residual values and useful lives are reviewed annually at each balance date and adjusted, if appropriate.

Patents

Patent is amortised on a straight line basis over the period of 10 years from April 2013. The residual values and useful lives are reviewed annually at each balance date and adjusted, if appropriate.

Customer & Supply contracts (2SG)

The customer and supply contract is being amortised on a straight-line basis over two periods dependent on contract terms (5 years and 10 years). The residual values and useful lives are reviewed annually at each balance date and adjusted, if appropriate.

2 Material Accounting Policy Information (Continued)

(q) Intangible assets (Continued)

Customer & Supply contracts (Nextel)

The customer and supply contract is being amortised on a straight-line basis on contract terms 5 years. The residual values and useful lives are reviewed annually at each balance date and adjusted, if appropriate.

Customer contracts & Channel Partners (MNF)

The customer and supply contract is being amortised on a straight-line basis over two period dependent on contract terms 5 years and customer attrition related to Channel Partners of 12 years. The residual values and useful lives are reviewed annually at each balance date and adjusted, if appropriate.

Customer contracts & developed software (Voiteck)

The customer contracts & developed software are being amortised on a straight-line basis over 8.5 years. The residual values and useful lives are reviewed annually at each balance date and adjusted, if appropriate.

Customer contracts (OntheNet)

The customer contracts are being amortised on a straight-line basis over 10 years. The residual values and useful lives are reviewed annually at each balance date and adjusted, if appropriate.

(r) Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the consolidated entity's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the consolidated entity's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are always classified as non-current.

(s) Issued capital

Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

2 Material Accounting Policy Information (Continued)

(t) Earnings per share

i. *Basic earnings per share*

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the company, excluding any costs of servicing equity other than ordinary shares, by weighted average number of ordinary shares outstanding during the financial year, adjusted for the bonus elements in ordinary shares issued during the year.

ii. *Diluted earnings per share*

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

(u) Borrowings

Loans and borrowings are initially recognised at the fair value of the consideration received, net of transaction costs. They are subsequently measured at amortised cost using the effective interest method.

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.

On the issue of the 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 a non-current liability on the amortised cost basis until extinguished on conversion or redemption. The increase in the 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.

(v) Goods and services tax ('GST') and other similar taxes

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

2 Material Accounting Policy Information (Continued)

(w) Impairment of non-financial assets

Goodwill and other intangible assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment, or more frequently if events or changes in circumstances indicate that they might be impaired. Other non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

(x) Adoption of new and revised accounting standards

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the consolidated entity for the annual reporting period ended 30 June 2024. There is no material impact of these new or amended Accounting Standards and Interpretations.

(y) 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. The consolidated entity has incurred a net loss of $1,340,113 during the year ended 30 June 2024 and, as of that date, the consolidated entity’s current liabilities exceeded its current assets by $5,011,721 and net liabilities of $3,678,411.

Whilst the above condition indicates a material uncertainty which may cast significant doubt over the consolidated entity’s ability to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

The Directors believe that there are reasonable grounds to believe that the consolidated entity will be able to continue as a going concern, after consideration of the following factors:

- Vonex has entered a Scheme Implementation Deed (SID) with Maxo Telecommunications Pty Ltd for the acquisition of 100% Vonex's issued capital by way of a Court approved scheme of arrangement for a cash price of 3.75 cents per Vonex share;
- The Directors expect the consolidated entity to continue to return to an operating profit, noting cashflows from operating activities generated $4,787,677 for the twelve months ended 30 June 2024;
- Trade and other payables as disclosed in Note 20 includes contingent consideration which could be partly settled in shares;
- The consolidated entity’s suppliers and debt financier remain supportive of the business; and
- The consolidated entity has the ability to raise capital through the issue of equity should shareholders not vote in favour of the scheme.

2 Material Accounting Policy Information (Continued)

(y) Going concern (Continued)

On this basis, the Directors are of the opinion that the financial statements should be prepared on a going concern basis and that the consolidated will be able to pay its debts as and when they fall due and payable.

Should the Group be unable to continue as a going concern it may be required to realise its assets and discharge its liabilities other than in the normal course of business and at amounts different to those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of asset carrying amounts or the amount of liabilities that might result should the Group be unable to continue as a going concern and meet its debts as and when they fall due.

3 Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the consolidated entity.

There have been no judgements, apart from those involving estimation, in applying accounting policies that have a significant effect on the amounts recognised in these financial statements. Following is a summary of the key assumptions concerning the future and other key sources of estimation at reporting date that have not been disclosed elsewhere in these financial statement.

*Share based payment transaction*s

The consolidated entity measures the cost of equity-settled transactions by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by management using an appropriate valuation model that use estimates and assumptions. Management exercises judgement in preparing the valuations and these may affect the value of any share-based payments recorded in the financial statements (refer to note 32 for further details).

*Impairmen*t

The consolidated entity assesses impairment at the end of each reporting period by evaluation conditions and events specific to the consolidated entity that may be indicative of impairment triggers. Validity for future operations are all elements that are considered. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

*Goodwill and other indefinite life intangible asset*s

The consolidated entity 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. 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 14 for further information.

3 Critical Accounting Estimates and Judgments (Continued)

Impairment of non-financial assets other than goodwill and other indefinite life intangible assets

The consolidated entity assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the consolidated entity and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

Business combinations

As discussed in note 2, business combinations are initially accounted for on a provisional basis. The fair value of assets acquired, liabilities and contingent liabilities assumed are initially estimated by the consolidated entity taking into consideration all available information at the reporting date. Fair value adjustments on the finalisation of the business combination accounting is retrospective, where applicable, to the period the combination occurred and may have an impact on the assets and liabilities, depreciation and amortisation reported.

Notes to the Financial Statements

For the Year Ended 30 June 2024

4 Revenue

	2024 $	2023 $
Revenue from customers		
- Sales revenue	**48,190,776**	45,454,008

Disaggregation of revenue

	2024 $	2023 $
Major service lines		
- Telephony / Internet	**42,699,692**	40,726,790
- Hardware / Software	**539,709**	277,170
- Infrastructure/Projects/Support	**2,116,170**	2,152,726
- Hosted PBX	**2,834,142**	2,297,322
- Other	**1,063**	-
	48,190,776	45,454,008

The entity does not disaggregate its revenue by geographical information, all revenue is derived within Australia.

Other Income

	2024 $	2023 $
Other Income		
- Interest received	**18,647**	4,837
- Fair value gain on contingent consideration [refer Note 20 (ii)]	**270,987**	1,219,444
- Other income	**202,034**	227,907
- Johnson Range Royalty Sale	**-**	250,000
- Debt forgiveness	**-**	13,661
Total other income	**491,668**	1,715,849

5 Profit/(Loss) for the Year

The result for the year includes the following specific expenses:

	2024	2023
	$	$
Cost of sales		
Cost of sales	**(26,773,102)**	(25,223,709)
Depreciation		
Leasehold improvements	**(11,302)**	(15,635)
Plant and equipment	**(61,159)**	(130,024)
Office and computer equiment	**(153,015)**	(140,051)
Motor vehicles	**(11,566)**	(14,845)
Licenses and development	**(2,045)**	(4,158)
Land and buildings right-of-use assets	**(745,105)**	(672,424)
Plant and equipment right-of-use assets	**(53,180)**	(44,532)
Total depreciation	**(1,037,372)**	(1,021,669)
Amortisation		
Patents and trademarks	**-**	-
Customer list	**-**	(59,602)
Customer and supplier contracts	**(2,135,434)**	(1,987,936)
Total amortisation	**(2,135,434)**	(2,047,538)
Finance costs		
Interest and finance charges payable/paid on lease liabilities	**(354,840)**	(112,863)
Interest charges on insurance premium funding and credit cards	**(18,178)**	(14,503)
Interest charges on Longreach debt facility	**(3,800,918)**	(2,266,151)
Other interest	**(60,803)**	-
Total finance costs	**(4,234,739)**	(2,393,517)
Superannuation expenses		
Employee superannuation expense	**(793,641)**	(868,893)
Directors superannuation expense	**(26,400)**	(37,561)
Total superannuation expenses	**(820,041)**	(906,454)

6 Income Tax Expense

(a) **Income Tax Expense**

	2024 $	2023 $
Deferred tax benefit		
Deferred tax benefit	**(733,314)**	(564,000)
Total income tax benefit	**(733,314)**	(564,000)

(b) Reconciliation of income tax to accounting loss:

	2024 $	2023 $
(Loss) for the year	**(2,073,427)**	(23,380,233)
Tax	**25.00 %**	25.00 %
	(518,357)	(5,845,058)
Add:		
Tax effect of:		
- non-deductible expenses	**210,055**	4,901,243
- Under provision	**96,862**	-
- Deferred tax asset not brought to account	**(521,874)**	379,815
Income tax benefit	**(733,314)**	(564,000)

(c) **Deferred Tax Asset**

Deferred tax asset not brought to account comprises the future benefits at applicable tax rates:

	2024 $	2023 $
Tax losses - revenue (resident)	**4,997,050**	5,071,128
Accruals and provisions	**595,727**	666,693
Business related costs	**51,981**	163,875
Prepayments	**(82,442)**	-
Other	**38,954**	(73,409)
	5,601,270	5,828,287

(d) **Deferred Tax Liabilities**

Defered tax liability of $2,928,713 (2023: $3,758,889). Refer to Note 23.

Resident tax losses calculated at the Australian income tax rate of 25% (2023: 25%).

Notes to the Financial Statements

For the Year Ended 30 June 2024

6 Income Tax Expense (Continued)

The deferred tax asset has not been recognised as an asset in the statement of financial position as its realisation is not considered probable. The asset will only be obtained if:

a) the company derives future assessable income of a nature and of an amount sufficient to enable the asset from the deductions for the loss to be realised;

b) the company continues to comply with the conditions for deductibility imposed by the law; and

c) no changes in tax legislation adversely affect the consolidated entity in realising the asset from deductions for the losses.

7 Key Management Personnel Remuneration

The aggregate compensation made to directors and other members of key management personnel of the management personnel consolidated entity is set out below:

	2024	2023
	$	$
Short-term employee benefits	**390,000**	717,875
Post-employment benefits	**42,900**	75,893
Share-based payments	**46,622**	549,820
	479,522	1,343,588

8 Auditors' Remuneration

	2024	2023
	$	$
Remuneration of the auditor:		
- auditing or reviewing the financial reports	**156,000**	155,500
- Corporate Services - Due Diligence	**-**	27,500
Total	**156,000**	183,000

9 Earnings Per Share

	2024	2023
	$	$
Loss for the year	**(1,340,113)**	(22,816,233)

	2024	2023
	No.	No.
Weighted average number of ordinary shares outstanding during the year used in calculating basic loss per share	**361,828,620**	334,279,496

There is no dilution of shares due to options as the potential ordinary shares are not dilutive and are therefore not included in the calculation of diluted loss per share.

10 Cash and Cash Equivalents

	2024	2023
	$	$
Cash on hand	**2,235**	2,154
Cash at bank	**2,926,102**	1,790,876
	2,928,337	1,793,030

11 Trade and Other Receivables

	2024	2023
	$	$
CURRENT		
Trade receivables	**1,713,403**	2,302,085
Provision for expected credit loss	**(771,418)**	(415,964)
	941,985	1,886,121
Other debtors	**1,417,784**	1,419,921
Total current trade and other receivables	**2,359,769**	3,306,042

The ageing of the receivables and allowance for expected credit losses provided for the above are as follows:

30 June 2024	0 to 3 months overdue	3 to 6 months overdue	over 6 months overdue	Total
Expected loss rate (%)	**-**	**58.00**	**98.00**	
Gross carrying amount ($)	**898,379**	**81,143**	**733,881**	**1,713,403**
ECL provision	**3,902**	**47,048**	**720,468**	**771,418**

30 June 2023	0 to 3 months overdue	3 to 6 months overdue	over 6 months overdue	Total
Expected loss rate (%)	11.00	12.00	93.00	
Gross carrying amount ($)	2,045,726	58,381	197,978	2,302,085
ECL provision	224,229	6,738	184,997	415,964

The consolidated entity has taken up an additional allowance for expected credit losses in 2024 following the recent migration of customers from recent acquisitions, and the pressure of increasing interest rates throughout the economy. Even though these receivables are not overdue, the consolidated entity considers an additional allowance prudent at this time.

Movement in the allowance for expected credit losses are as follows:

	2024	2023
	$	$
Balance at beginning of the year	**415,964**	431,548
Additional/(Reversals)	**509,198**	(17,592)
MNF acquisition	**-**	13,261
Receivable written off during the year as uncollectable	**(153,744)**	(11,253)
Balance at end of the year	**771,418**	415,964

Notes to the Financial Statements

For the Year Ended 30 June 2024

12 Contract Assets

	2024 $	2023 $
CURRENT		
Contract assets	**43,474**	55,801
NON-CURRENT		
Contract assets	**21,997**	20,525

Reconciliation:

Reconciliation of written down values at the beginning and end of the current and previous financial year are set out below:

	2024 $	2023 $
Balance at the beginning of the year	**76,326**	77,441
Additional provision	**65,400**	81,155
Transfer to sales adjustment	**(76,255)**	(82,270)
Balance at the end of the year	**65,471**	76,326

13 Other Assets

	2024 $	2023 $
CURRENT		
Bonds/deposits paid/receivables	**206,479**	201,148
Work in progress	**1,516**	3,569
Inventory	**169,896**	183,581
Prepayments	**346,538**	333,505
Leasing receivables	**26,907**	18,255
	751,336	740,058
NON-CURRENT		
Bonds/deposits paid/receivables	**309,806**	281,771
Prepayments	**1,584**	1,584
Leasing receivables	**32,534**	303,597
	343,924	586,952

14 Intangible Assets

	2024 $	2023 $
IPVD customer list	**720,081**	720,081
Less: Accumulated amortisation	**(720,081)**	(720,081)
	-	-

14 Intangible Assets (Continued)

	2024	2023
	$	$
Patents and trademarks	**222,130**	222,130
Less: Accumulated amortisation	**(218,451)**	(218,451)
	3,679	3,679
Customer Contracts and Developed software (Voiteck)	**1,858,842**	1,858,842
Less: Impairment	**(552,307)**	(329,691)
	1,306,535	1,529,151
Customer contracts (OntheNet)	**4,128,712**	4,128,712
Less: Accumulated amortisation	**(737,500)**	(295,000)
	3,391,212	3,833,712
Domain name acquisition	**2,071**	2,071
Goodwill (2SG & Nextel & MNF)	**33,474,526**	28,240,274
Less: Accumulated impairment	**(20,011,347)**	(20,011,347)
	13,463,179	8,228,927
Intangible Assets - Provisionally Acquired (OntheNet)	**-**	5,234,252
	-	5,234,252
Customer and Channel partnership contracts (MNF)	**8,714,324**	8,714,324
Less: Accumulated amortisation	**(2,766,063)**	(1,806,674)
	5,948,261	6,907,650
Customer & Supply contracts (2SG)	**2,908,977**	2,908,977
Less: Accumulated amortisation	**(1,970,683)**	(1,515,911)
	938,294	1,393,066
Customer contracts (Nextel)	**278,648**	278,648
Less: Accumulated amortisation	**(190,598)**	(134,440)
	88,050	144,208
	25,141,281	27,276,716

Notes to the Financial Statements

For the Year Ended 30 June 2024

14 Intangible Assets (Continued)

Reconciliation of the written down values at the beginning and end of the current and previous financial year are set out below:

	Patents and trademarks	Customer Contracts - On The Net (Provisionally Acquired)	Domain name	Goodwill	Intangible Assets - Provisionally acquired	Customer amd Channel Partnership Contract - MNF	Customer and Supply contracts (2SG)	Customer Contracts - Nextel	Customer list	Customer Contracts and Developed software - Voiteck	Total
	$	$	$	$	$	$	$	$	$	$	$
Year ended 30 June 2024											
Balance at the beginning of the year	**3,679**	**3,833,712**	**2,071**	**8,228,927**	**5,234,252**	**6,907,650**	**1,393,066**	**144,208**	**-**	**1,529,151**	**27,276,716**
Transfers	**-**	**-**	**-**	**5,234,252**	**(5,234,252)**	**-**	**-**	**-**	**-**	**-**	**-**
Amortisation	**-**	**(442,500)**	**-**	**-**	**-**	**(959,389)**	**(454,772)**	**(56,158)**	**-**	**(222,616)**	**(2,135,435)**
Closing value at 30 June 2024	**3,679**	**3,391,212**	**2,071**	**13,463,179**	**-**	**5,948,261**	**938,294**	**88,050**	**-**	**1,306,535**	**25,141,281**
Year ended 30 June 2023											
Balance at the beginning of the year	3,679	-	2,071	27,690,274	-	7,867,038	1,847,840	200,364	59,602	1,751,768	39,422,636
Amortisation	-	(295,000)	-	-	-	(959,388)	(454,774)	(56,156)	(59,602)	(222,617)	(2,047,537)
Impairment expense (i)	-	-	-	(19,461,347)	-	-	-	-	-	-	(19,461,347
Intangible Assets - Provisionally Acquired (OntheNet)	-	4,128,712	-	-	5,234,252	-	-	-	-	-	9,362,964
Closing value at 30 June 2023	3,679	3,833,712	2,071	8,228,927	5,234,252	6,907,650	1,393,066	144,208	-	1,529,151	27,276,716

i. During the previous financial year, the impacts of post-COVID19 continued across Australia with many States and Territories, followed by a sustained period of increased interest rates. As a result, the Company has taken the decision to write down carrying values of a number of business units.

14 Intangible Assets (Continued)

(a) Business combination - OntheNet

On 27 October 2022, Vonex Ltd acquired the business of Network Technology (Aust) Pty Ltd trading as OntheNet ("OntheNet"). OntheNet provides data network, voice and hosting/co-location services primarily to business customers across Australia. It also brings ownership of its fully redundant core network, peering at major Australian Internet Exchange Points (IXPs) and a Tier 3 Data Centre located on the Gold Coast. The intangible assets launches Vonex into a new geographic region (Gold Coast) within Australia and significantly expands the Company's data network capabilities and introduces new product offerings in co-location and hosting.

(b) Impairment of goodwill

At each reporting date, the Group reviews the carrying values of its intangible assets to determine whether there is any indication that those assets have been impaired. During the period impairment indicators existed within the cash generating unit held by the Company. The recoverable amounts of the cash-generating unit has been determined based on value-in-use calculations. These calculations require the use of assumptions and due to the changes in discount rates based on the current cost of capital and growth rates of estimated future cash flows resulted in no impairment (expense of $nil).

The recognition of Goodwill acquired through business combinations have been allocated to a singular cash-generating unit (CGU) that includes all group services within the telecommunication industry and is reflective of the current nature and structure of our business.

The following describes the assumptions on which management has based its cash flow projections when determining its use for the cash generating unit:

Revenue Growth rate

The growth rate represents a steady indexation rate which does not exceed management's expectations of the long-term average growth for the business in which the CGU operates. The rate applied in the cash flow projection is an increase of 1.8% for the first year and 3% for future years.

Discount rate

The pre-tax discount rate applied to cash flow projections is 14.07%.

Cash flows

Value-in-use calculations use cash flow projections based on past performance and expectations on future earnings.

Sensitivities

The Board has made judgments and estimates in respect of impairment testing of goodwill. Should these judgments and estimates not occur the resulting goodwill carrying amount may decrease. The sensitivities are as follows:

- Revenue growth would need to decrease by around 1.76% before goodwill would need to be impaired, with all other assumptions remaining constant.
- The pre-tax discount rate would be required to significantly increase before goodwill would need to be impaired, with all other assumptions remaining constant.

15 Subsidiaries

a) *Parent entity*

The parent entity within the Group is Vonex Ltd.

15 Subsidiaries (Continued)

b) *Subsidiaries*

Subsidiaries	Principal place of business / Country of Incorporation	Percentage Owned (%) 2024	Percentage Owned (%) 2023
Subsidiaries:			
IP Voice and Data Pty Ltd (ABN 45 147 537 871)	Australia	**100**	100
Oper8tor Pty Ltd (ABN 14 601 220 633)	Australia	**100**	100
Vonex Wholesale Pty Ltd (ABN 98 138 093 482)	Australia	**100**	100
Voiteck Pty Ltd (ABN 45 139 880 952)	Australia	**100**	100
Network Technologies (Aust) Pty Ltd (ACN: 096 864 836)	Australia	**100**	100
Subsidiaries of Voiteck Pty Ltd			
Voiteck Mobile Pty Ltd (ABN 73 616 534 466)	Australia	**100**	100
Subsidiaries of IP Voice and Data Pty Ltd			
Itrinity Australia Pty Ltd (ACN 131 196 886)	Australia	**100**	100

16 Parent Entity

	2024 $	Restated 2023 $
Financial Position		
Assets		
Current assets	**3,414,423**	2,974,902
Non-current assets	**29,361,708**	30,124,156
Total Assets	**32,776,131**	33,099,058
Liabilities		
Current liabilities	**33,078,490**	42,949,298
Non-current liabilities	**27,719,119**	4,279,226
Total Liabilities	**60,797,609**	47,228,524
Equity		
Issued capital	**66,587,445**	66,045,469
Asset realisation reserve	**598,885**	1,763,263
Retained earnings	**(95,207,808)**	(81,938,198)
Total Equity	**(28,021,478)**	(14,129,466)
Financial Performance		
Total profit or loss for the year	**(14,480,610)**	(27,552,449)
Other comprehensive income	**-**	-
Total comprehensive loss for the year	**(14,480,610)**	(27,552,449)

Guarantees

Vonex Ltd entered into a parental guarantee in the previous financial year for one of its subsidiaries in connection with Wholesale Broadband services being acquired from NBN Co. The Guarantee remains in place.

16 Parent Entity (Continued)

Commitments for expenditure

Vonex Ltd has no commitments to acquire property, plant and equipment, and has no contingent liabilities (2023: nil).

Material accounting policies

The accounting policies of the parent entity are consistent with those of the consolidated entity, as disclosed in note 2, except for the following:

- Investments in subsidiaries are accounted for at cost, less any impairment, in the parent entity
- Investments in associates are accounted for at cost, less any impairment, in the parent entity.
- Dividends received from subsidiaries are recognised as other income by the parent entity and its receipt may be an indicator of an impairments of the investment.

17 Property, Plant and Equipment

	2024 $	2023 $
Plant and equipment		
At cost	**734,130**	730,785
Accumulated depreciation	**(238,261)**	(177,492)
Transfer between classes	**(36,214)**	(36,214)
	459,655	517,079
Motor vehicles		
At cost	**113,305**	113,305
Accumulated depreciation	**(72,837)**	(61,271)
	40,468	52,034
Office & Computer equipment		
At cost	**1,105,591**	1,122,872
Accumulated depreciation	**(773,636)**	(714,720)
Transfer between classes	**36,214**	36,214
	368,169	444,366
License & Development (inc. software)		
At cost	**270,250**	270,250
Accumulated depreciation	**(264,730)**	(262,685)
	5,520	7,565
Leasehold Improvements		
At cost	**291,572**	287,558
Accumulated depreciation	**(55,433)**	(44,132)
	236,139	243,426
Total property, plant and equipment	**1,109,951**	1,264,470

Notes to the Financial Statements

For the Year Ended 30 June 2024

17 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:

	Plant & Equipment $	Motor Vehicles $	Office & Computer $	License & Development $	Leasehold Improvements $	Total $
Year ended 30 June 2024						
Balance at the beginning of year	**517,079**	**52,034**	**444,366**	**7,565**	**243,426**	**1,264,470**
Additions	**3,740**	**-**	**83,478**	**-**	**4,015**	**91,233**
Disposals / Write off	**(5)**	**-**	**(6,660)**	**-**	**-**	**(6,665)**
Depreciation	**(61,159)**	**(11,566)**	**(153,015)**	**(2,045)**	**(11,302)**	**(239,087)**
Balance at the end of the year	**459,655**	**40,468**	**368,169**	**5,520**	**236,139**	**1,109,951**
Year ended 30 June 2023						
Balance at the beginning of year	39,968	71,154	236,009	9,833	78,600	435,564
Additions	10,222	197	281,339	-	11,654	303,412
Disposals / Write off	-	(41,571)	(1,498)	-	-	(43,069)
Additions via acquisition	633,127	37,099	32,353	1,890	168,807	873,276
Transfers	(36,214)	-	36,214	-	-	-
Depreciation	(130,024)	(14,845)	(140,051)	(4,158)	(15,635)	(304,713)
Balance at the end of the year	517,079	52,034	444,366	7,565	243,426	1,264,470

Notes to the Financial Statements

For the Year Ended 30 June 2024

18 Right Of Use Assets

	Plant and Equipment	Land and Buildings	Total
	$	$	$
Year ended 30 June 2024			
Balance at beginning of year	**255,618**	**3,835,646**	**4,091,264**
Accumulated depreciation	**(131,235)**	**(1,338,762)**	**(1,469,997)**
Balance at end of year	**124,383**	**2,496,884**	**2,621,267**

	Plant and Equipment	Land and Buildings	Total
	$	$	$
Year ended 30 June 2023			
Balance at beginning of year	241,675	2,531,548	2,773,223
Accumulated depreciation	(141,477)	(1,244,734)	(1,386,211)
Balance at end of year	100,198	1,286,814	1,387,012

The consolidated entity leases land and buildings for its offices under agreements of between one to four years with, in some cases, options to extend. The leases have various escalation clauses. On renewal, the terms of the leases are renegotiated. The addition to right-of-use assets during the year were $2,228,193.

The consolidated entity leases equipment under agreements of 4 years or less.

19 Provisions

	2024	2023
	$	$
CURRENT		
Annual leave	**742,279**	855,528
Long service leave	**594,188**	682,260
	1,336,467	1,537,788
NON-CURRENT		
Long service leave	**98,988**	77,080
Make good	**37,490**	36,924
	136,478	114,004

Provision for employee benefits represents amounts accrued for annual leave and long service leave.

19 Provisions (Continued)

(a) Movement in carrying amounts

	2024	2023
	$	$
Carrying amount at the start of the year	**1,651,792**	**1,190,711**
Additional provisions recognised	**705,149**	**1,361,743**
Amounts used	**(883,996)**	**(900,662)**
Balance at 30 June 2024	**1,472,945**	**1,651,792**

The current portion for this provision includes the total amount accrued for annual leave entitlements and the amounts accrued for long service leave entitlements that have vested due to employees having completed the required period of service. Based on past experience, the consolidated entity does not expect the full amount of annual leave or long service leave balances classified as current liabilities to be settled within the next 12 months. However, these amounts must be classified as current liabilities since the consolidated entity does not have an unconditional right to defer the settlement of these amounts in the event employees wish to use their leave entitlement.

The non-current portion for this provision pertains to amounts accrued for long service leave entitlements that have not yet vested in relation to those employees who have not yet completed the required period of service.

20 Trade and Other Payables

	2024	2023
	$	$
CURRENT		
Trade payables	**4,048,545**	5,386,603
PAYG withholding	**139,429**	159,576
GST	**544,488**	512,954
Superannuation guarantee	**64,687**	221,720
Contingent consideration - Voiteck (i)	**1,840,000**	1,840,000
Contingent consideration - OTN (ii)	**-**	812,962
Other payables and accruals	**2,379,178**	1,412,241
	9,016,327	10,346,056

Trade creditors are expected to be paid within agreed terms.

(i) Contingent consideration is measured at fair value at each reporting date with changes in fair value recognised in the profit and loss. The contingent consideration associated with the Voiteck acquisition, if payable, may be setted through both the issuance of ordinary shares in Vonex Limited and cash in accordance with the Share Acquisition Agreement. The final amount is to be settled between parties.

20 Trade and Other Payables (Continued)

	2024	2023
	$	$
Opening Balance	**1,840,000**	758,754
Change in Fair Value recognised in Profit & Loss	**-**	1,081,246
Closing Balance of Contingent consideration - Voiteck	**1,840,000**	1,840,000

(ii) Restricted consideration shares associated with the OntheNet acquisition had been issued but had been treated as contingent consideration until it has been determined that in accordance with the Share Acquisition Agreement and the Restriction Deed that certain customer related metrics in the 12 months period immediately post completion date of 27 October 2022 had to be met. The metrics were met in the 12 month period post acquisition and the shares have now been transferred to share capital with no further contingent consideration outstanding at balance date.

	2024	2023
	$	$
Opening Balance	**812,962**	-
Contingent consideration - OTN - At Acquisition	**-**	2,032,406
Change in Fair Value recognised in Profit & Loss (Note 4)	**(270,987)**	(1,219,444)
Transfer to equity up satisfaction of customer related metrics	**(541,975)**	-
Closing Balance of Deferred consideration - OTN	**-**	812,962

21 Borrowings

	2024	2023
	$	$
CURRENT		
Loan - secured	**-**	22,000,000
Accrued interest expense	**-**	98,630
Capitalised borrowning costs	**-**	(516,972)
	-	21,581,658
NON-CURRENT		
Unsecured liabilities:		
Loan - secured	**22,804,719**	-
Accrued interest expense	**107,775**	-
Capitalised borrowing costs	**(235,131)**	-
	22,677,363	-

21 Borrowings (Continued)

Tranche A

The loan is secured via a first ranking general security interest over the business.

The key terms of the secured loan for Tranche A are as follows:

Maturity:	01 October 2025
Repayments	Interest only
Security	First ranking General Security Interest
Key covenants:	Net leverage cover, interest cover, debt service cover and minimum cash at bank
Interest cost	The interest rate payable depends on the prevailing net debt/pro forma Last Twelve Months ("LTM") EBITDA.

Assets pledged as security

The loan is secured via a first ranking general security interest over the business.

Tranche B

The key terms of the secured loan for Tranche B are as follows:

Maturity:	01 October 2025
Repayments	Interest only
Security	First ranking General Security Interest
Key covenants:	Net leverage cover, interest cover, debt service cover and minimum cash at bank
Interest cost	The interest rate payable depends on the prevailing net debt/pro forma Last Twelve Months ("LTM") EBITDA.

Assets pledged as security

The loan is secured via a first ranking general security interest over the business.

22 Lease Liability

	2024 $	2023 $
CURRENT		
Lease liability	**741,843**	485,191
	741,843	485,191
NON-CURRENT		
Lease liability	**2,162,556**	1,366,569
	2,162,556	1,366,569

Refer to Note 31 for further information on financial instruments.

23 Deferred tax liability

Deferred tax liability comprises temporary differences attributable to:

	2024	2023
	$	$
Amount recognised in profit or loss:		
Intangible assets	**2,928,713**	3,758,889
Deferred tax liability	**2,928,713**	3,758,889

	2024	2023
Movements:		
Opening balance	**3,758,888**	3,291,676
Charged/(credited) to profit or loss	**630,596**	(564,000)
Additiions through business combinations	**-**	1,031,212
Other movements	**(1,460,771)**	-
Closing balance	**2,928,713**	3,758,888

24 Issued Capital

	2024	2023
	$	$
361,828,620 (2023: 361,828,620) Fully paid ordinary shares	**66,587,445**	66,045,470

(a) Movement in Ordinary shares

	Date	$	No.
Balance at 30 June 2022		65,912,270	333,521,134
Issue of share to settle a potion of the Voiteck deferred consideration	14 November 2022	133,200	1,208,743
Restricted Share issued – OnTheNet (Note 20)	28 October 2022	-	27,098,743
Balance at 30 June 2023		66,045,470	361,828,620
Transfer of restricted consideration to equity		541,975	-
Balance at 30 June 2024		**66,587,445**	**361,828,620**

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.

At the shareholders meetings each ordinary share is entitled to one vote. The company does not have authorised share capital and there is no par value for shares.

(b) Capital Risk Management

The key objectives of the Company when managing capital is to safeguard its ability to continue as a going concern and maintain optimal benefits to stakeholders. The Company defines capital as its equity and net debt.

24 Issued Capital (Continued)

(b) Capital Risk Management (Continued)

The consolidated entity monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt divided by total capital. Net debt is calculated as total borrowings (including 'trade and other payables' and 'borrowings' as shown in the statement of financial position) less 'cash and cash equivalents' as shown in the statement of financial position. Total capital is calculated as 'total equity' as shown in the statement of financial position plus net debt.

The gearing ratios at 30 June 2024 and 30 June 2023 are as follows:

	2024	2023
	$	$
Total borrowings (including trade and other payables)	**31,693,690**	31,927,714
Less Cash and cash equivalents	**(2,928,337)**	(1,793,030)
Net debt	**28,765,353**	30,134,684
Equity	**(3,678,411)**	(2,926,895)
Total capital	**25,086,942**	27,207,789

25 Reserves

	2024	2023
	$	$
Asset revaluation reserve	**18,506**	18,506
Options premium reserve	**-**	1,211,000
Share based payments reserve	**596,442**	549,820
Balance at the end of the year	**614,948**	1,779,326

	2024	2023
Asset revaluation reserve		
Opening balance	**18,506**	18,506
Balance at the end of the year	**18,506**	18,506
Option reserve		
Opening balance	**1,211,000**	3,067,212
Options expired	**(1,211,000)**	(1,856,212)
Balance at the end of the year	**-**	1,211,000
Share-based payments reserve		
Opening balance	**549,820**	-
Expense related to performance rights issued 20 December 2022	**-**	549,820
Expense related to performance rights issued 11 December 2023	**46,622**	-
Balance at the end of the year	**596,442**	549,820
Total	**614,948**	1,779,326

The reserve records the valuation of performance shares and performance rights issued to vendors (shares) and key management personnel (rights).

26 Contingencies

Contingent Liabilities

The consolidated entity has given bank guarantees as at 30 June 2024 of $206,479 (2023: $195,884).

There are no other known contingent liability at reporting date.

Contingent Assets

There are contingent assets at reporting date of $500,000 (2023: $500,000).

Vonex Ltd may receive up to $500,000 in future years in relation to the disposal of its iron ore production royalties derived from the Koolyanobbing Iron Ore Project.

- $500,000 cash payable upon five million dry metric tonnes of iron ore being produced and accounted for in royalty invoices from M77/1258.

27 Cash Flow Information

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

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

	2024	2023
	$	$
Loss for the year	**(1,340,113)**	(22,816,233)
Cash flows excluded from profit attributable to operating activities		
Adjustments for:		
- depreciation and amortisation expense	**3,172,806**	3,069,206
- share based payments	**46,622**	549,820
- loss on disposal of assets/investments	**6,652**	(9,642)
- bad debts	**721,147**	(1,271)
- interest & borrowing costs	**4,234,739**	2,379,015
- amortisation of formation costs	**-**	250
- impairment expense	**-**	19,461,347
- fair value assessment of Contingent Liabilities	**-**	(151,199)
- fair value earn out adjustment	**(270,987)**	-
Changes in assets and liabilities:		
- decrease/(increase) in trade and other receivables	**225,129**	(1,469,295)
- decrease in other assets	**249,266**	338,839
- (decrease) in provisions	**(368,666)**	(175,060)
- (decrease)/increase in trade and other payables	**(1,058,742)**	1,945,633
- (decrease) in deferred tax liability	**(830,176)**	(564,000)
Cashflows from operations	**4,787,677**	2,557,410

27 Cash Flow Information (Continued)

(b) Changes in liabilities arising from financing activities

			Non-cash changes						
	2023	Net cash used in financing activities	Non Cash Amort of Borrowing Costs	Payment of Borrowing Costs	New Leases	Non Cash Rent Abatement Adjustments	Acquisition of Leases	Non Cash Reclass of Prepayments	2024
	$	$	$	$	$	$	$	$	$
Loans	**21,581,658**	**588,075**	**507,630**	**-**	**-**	**-**	**-**	**-**	**22,677,363**
Lease liabilities	**1,851,760**	**(849,050)**	**-**	**-**	**1,969,337**	**(67,648)**	**-**	**-**	**2,904,399**
Total	**23,433,418**	**(260,975)**	**507,630**	**-**	**1,969,337**	**(67,648)**	**-**	**-**	**25,581,762**

			Non-cash changes						
	2022	Net cash used in financing activities	Non Cash Amort of Borrowing Costs	Payment of Borrowing Costs	New Leases	Non Cash Rent Abatement Adjustments	Acquisition of Leases	Non Cash Reclass of Prepayments	2023
	$	$	$	$	$	$	$	$	$
Loans	14,002,746	7,542,521	395,739	(360,000)	-	-	652	-	21,581,658
Lease liabilities	1,659,631	(635,451)	-	-	754,150	(166,605)	-	240,035	1,851,760
Total	15,662,377	6,907,070	395,739	(360,000)	754,150	(166,605)	**652**	**240,035**	23,433,418

27 Cash Flow Information (Continued)

(c) Non-cash financing and investing activities

	2024	2023
	$	$
Additions to the right-of-use assets	**2,228,193**	788,903
Additions to the right-of-use assets through Acquisitions	**-**	240,035
Leasehold improvements - lease make good	**(561)**	(5,101)
Transfer of restricted consideration to equity	**(541,975)**	-
	1,685,657	1,023,837

28 Accumulated losses

	2024	2023
	$	$
Accumulated losses at the beginning of the financial year	**(70,751,691)**	(49,792,284)
Net loss attributable to members of the company at end of financial year	**(1,340,113)**	(22,816,233)
Retained earnings adjustment - transfer of options valuations expired	**1,211,000**	1,856,826
Retained earnings at end of the financial year	**(70,880,804)**	(70,751,691)

29 Events Occurring After the Reporting Date

There are no matters or circumstances that has arisen since 30 June 2024 that have or may significantly affect the operations, results, or state of affairs of the consolidated entity in future financial periods.

30 Related Parties

The Group's main related parties are as follows:

The ultimate parent entity, which exercises control over the Group, is Vonex Ltd.

Key management personnel - refer to Note 7.

Interest in subsidiaries are set out in Note 15.

30 Related Parties (Continued)

Transactions with related parties

The following transactions occurred with related parties:

	2024 $	2023 $
Services provided:		
Company secretarial, corporate compliance, bookkeeping and accounting fees from Minerva Corporate (director-related entity of Nicholas Ong & Daniel Smith)	-	55,683
Payments for legal fees from Bowen Buchbinder Vilensky (director-related entity of David Vilensky)	-	89,996

Receivables from and payable to related parties

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	2024 $	2023 $
Trade payable to Minerva Corporate (director-related entity of Nicholas Ong & Daniel Smith)	**-**	**2,000**

Term and conditions

All transactions were made on normal commercial terms and conditions and at market rates.

31 Financial Risk Management

The consolidated entity's financial instruments consist mainly of deposits with banks, short term investments and accounts receivable and payable, loans to and from related parties and commercial loans. The main risks the consolidated entity is exposed to through its financial instruments are interest rate risk, credit risk, liquidity risk, price risk and foreign exchange risk.

Interest rate risk

The consolidated entity's exposure to interest rate risk, which is the risk that a financial instrument will fluctuate as a result of changes in market interest rates and effective average interest rates on those financial assets and liabilities.

The majority of cash at bank held by the consolidated entity is in deposit accounts with one of the four large Australian Banks. The Board believes this was the most appropriate to ensure an adequate return being received on funds held, whilst still maintaining adequate cash for working capital.

There are inter-company loans in place within the consolidated entity and these facilities currently attract no exposure to interest rate risk.

The consolidated entity continues to manage its interest rate risk through a constant monitoring of interest rates, budgets and cash flows.

31 Financial Risk Management (Continued)

The consolidated entity's bank loans outstanding, totalling $22,677,363 (2023: $21,581,658), as of 22 December 2023 are interest payment only loans. Principal payments were previously waived from March 2023, but prior to this quarterly principal payment of approximately $500,000 per month were required in addition to monthly interest.

An official increase/decrease in interest rates of 100 (2023: 100) basis points would have an adverse/favourable effect on profit before tax of $226,774 (2023: $215,817) per annum. In addition, whilst no minimum principal repayments are due during the year ending 30 June 2025, the loan is due to mature during the financial year ending 30 June 2026 (Maturity date: 1 October 2025).

2024	Weighted Average Interest Rate %	Floating Interest Rate $	Fixed Interest Rate Within 1 Year $	Fixed Interest Rate Within 1-5 Years $	Non-Interest Bearing $	Total $
Financial Assets:						
Cash	0.8	2,926,102	-	-	2,235	2,928,337
Receivables		-	-	-	2,359,769	2,359,769
Total financial assets	**-**	**2,926,102**	**-**	**-**	**2,362,004**	**5,288,106**
Financial liabilities:						
Payables	-	-	-	-	(9,016,327)	(9,016,327)
Borrowings	17.70	-	-	(22,677,363)	-	(22,677,363)
Total financial liabilities	**-**	**-**	**-**	**(22,677,363)**	**(9,016,327)**	**(31,693,690)**
Net financial assets/liabilities	**-**	**2,926,102**	**-**	**(22,677,363)**	**(6,654,323)**	**(26,405,584)**

2023	Weighted Average Interest Rate %	Floating Interest Rate $	Fixed Interest Rate Within 1 Year $	Fixed Interest Rate Within 1-5 Years $	Non-Interest Bearing $	Total $
Financial assets:						
Cash	0.2	1,790,876	-	-	2,154	1,793,030
Receivables	-	-	-	-	3,306,042	3,306,042
Total financial assets	**-**	**1,790,876**	**-**	**-**	**3,308,196**	**5,099,072**
Financial Liabilities:						
Payables	-	-	-	-	(10,346,056)	(10,346,056)
Borrowings	13.4	-	(21,581,658)	-	-	(21,581,658)
Total financial liabilities	**-**	**-**	**(21,581,658)**	**-**	**(10,346,056)**	**(31,927,714)**
Net financial assets/liabilities	**-**	**1,790,876**	**(21,581,658)**	**-**	**(7,037,860)**	**(26,828,642)**

31 Financial Risk Management (Continued)

Sensitivity analysis

The effect on profit and equity as a result of changes in interest rates on net financial assets is immaterial.

Credit risk

Credit risk related to balances with banks and other financial institutions is managed by the board of directors in accordance with approved Board policy. Such policy requires that surplus funds are only invested with counterparties with a Standard & Poor's rating of at least AA-. The following table provides information regarding the credit risk relating to cash and money market securities based on Standard & Poor's counterparty credit ratings.

Cash and cash equivalents - AA rated as at year end is $2,928,337 (2023: $1,793,030). Refer to Note 10.

The maximum exposure to credit risk is the carrying amount as disclosed in the consolidated statement of financial position and notes to the financial statements.

The consolidated entity's assets have been pledged to secure borrowings and guarantees are in place for certain borrowings and supplier agreements. All repayment obligations are up to date and within terms of the individual agreements in place at balance date.

Trade and other receivables are disclosed at Note 11 and appropriate provisions for doubtful debts have been made. Carrying value approximates fair value at 30 June 2024.

Net Fair Values

The net fair value of financial assets and liabilities of the consolidated entity approximated their carrying amount. The consolidated entity has no financial assets and liabilities where the carrying amount exceeds the net fair value at reporting date. The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the statement of financial position and notes to the financial statements.

31 Financial Risk Management (Continued)

Liquidity risk

Liquidity risk arises from the possibility that the consolidated entity might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities. The consolidated entity manages this risk through the following mechanisms:

- preparing forward looking cash flow analysis in relation to its operational, investing and financing activities
- obtaining funding from a variety of sources
- maintaining a reputable credit profile
- managing credit risk related to financial assets
- investing only in surplus cash with major financial institutions
- comparing the maturity profile of financial liabilities with the realisation profile of financial assets

The consolidated entity does have indications of an exposure in terms of financial liabilities and illiquid financial assets that may lead to it experiencing difficulty at times to settle its debts or otherwise meet its obligations related to financial liabilities. Whilst there are indications as to whether the company will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report, the Directors believe that there are reasonable grounds to believe that the Group will be able to continue to manage liquidity risk, after consideration of the following factors:

- Vonex entered a Scheme Implementation Deed (SID) with Maxo Telecommunications Pty Ltd for the acquisition of 100% Vonex's issued capital by way of Court approved scheme of arrangement for a cash price of 3.75 cents per Vonex share;
- The Directors expect the consolidated entity to continue to return to operating profit, noting cashflows from operating activities generated $4,787,677 during the 12 months ended 30 June 2024.
- Trade and other payables as disclosed in Note 20 includes contingent consideration which could be partly settled in shares; and
- The consolidated entity has the ability to raise capital through the issue of equity should shareholders not vote in favour of the scheme.

Notes to the Financial Statements

For the Year Ended 30 June 2024

31 Financial Risk Management (Continued)

The financial asset and financial liability maturity analysis are as follows:

	Within 1 Year		1 to 5 Years		Over 5 Years		Total	
	2024	2023	2024	2023	2024	2023	2024	2023
	$	$	$	$	$	$	$	$
Financial liabilities								
Payables	**(9,016,327)**	(10,346,056)	**-**	-	**-**	-	**(9,016,327)**	(10,346,056)
Borrowings	**-**	(21,581,658)	**(22,677,363)**	-	**-**	-	**(22,677,363)**	(21,581,658)
Lease liability	**(741,843)**	(485,191)	**(1,378,896)**	(1,366,569)	**(783,660)**	-	**(2,904,399)**	(1,851,760)
Total expected outflows	**(9,758,170)**	(32,412,905)	**(24,056,259)**	(1,366,569)	**(783,660)**	-	**(34,598,089)**	(33,779,474)
Financial assets								
Cash and cash equivalents	**2,928,337**	1,793,030	**-**	-	**-**	-	**2,928,337**	1,793,030
Receivables	**2,359,769**	3,306,042	**-**	-	**-**	-	**2,359,769**	3,306,042
Total anticipated inflows	**5,288,106**	5,099,072	**-**	-	**-**	-	**5,288,106**	5,099,072
Net inflow/(ouflow) on financial instruments	**(4,470,064)**	(27,313,833)	**(24,056,259)**	(1,366,569)	**(783,660)**	-	**(29,309,983)**	**(28,680,402)**

32 Share-Based Payments

Total expense arising from share based payment transactions recognised during the year in relation to the performance rights, performance shares and options issued was:

Share Based Payment Expense

	2024	2023
	$	$
Performance Rights - Key Management Personnel - 20 December 2022	**-**	549,820
Performance Rights - Key Management Personnel - 11 December 2023	**46,622**	-
Total Share Based Payment Expense	**46,622**	549,820

Movement in share rights and performance shares during the period

	Number of Performance Rights	
	2024	2023
	No.	No.
Balance at beginning of period	**8,000,000**	-
Issued during the year	**14,473,143**	8,000,000
Balance at end of period	**22,473,143**	8,000,000

Performance rights granted during the period:

Total performance rights granted during the period was 14,473,143 (2023: 8,000,000).

On 11 December 2023, 14,473,143 performance rights were issued to Directors, Stephe Wilks and Brent Paddon, and the Chief Executive Office, Ian Porter, following shareholder approval at the AGM and valued using the Monte Carlo Simulation (“MCS”) Methodology valuation model as follows:

- Stephe Wilks: 5,065,602
- Brent Paddon: 2,170,971
- Ian Porter: 7,236,570

Total fair value of performance rights granted was $239,771. The share-based expense is recognised proportionally over the vesting period of three years and resulted in $46,622 being recognised as an expense during the reporting period.

32 Share-Based Payments (Continued)

The performance rights were valued using the MCS valuation model as follows:

Grant Date	Number Issued	Expiry Date	Share Price on Grant Date	Exercise price	Barrier Price (15 day VWAP)	Expected Future Volatility	Risk Free Rate	Dividend Yield	Value per Right	Valuation
11 December 2023	Tranche - 1 - 4,824,381	11 December 2026	$0.021	$0.00	$0.04	90 %	4.22 %	Nil	$0.0178	$85,874
11 December 2023	Tranche - 2 - 4,824,381	11 December 2026	$0.021	$0.00	$0.05	90 %	4.22 %	Nil	$0.0165	$79,602
11 December 2023	Tranche - 3 - 4,824,381	11 December 2026	$0.021	$0.00	$0.06	90 %	4.22 %	Nil	$0.0154	$74,295

On 30 November 2022, 8,000,000 performance rights were issued to Director (Matthew Fahey) following shareholder approval and valued using the Hoadley's Barrier1 valuation model. Fair value of performance rights granted was $549,820. On the now former Director's resignation the performance rights were not forfeited, but vesting remained subject to their original performance milestone being achieved.

The performance rights were valued using the Hoadley's Barrier1 valuation model as follows:

Grant Date	Number Issued	Expiry Date	Share Price on Grant Date	Exercise price	Barrier Price (15 day VWAP)	Expected Future Volatility	Risk Free Rate	Dividend Yield	Value per Right	Valuation
30 November 2022	Tranche - 1 - 2,000,000	20 December 2025	$0.08	$0.00	$0.10	75 %	3.17 %	Nil	$0.07	$146,740
30 November 2022	Tranche - 2 - 3,000,000	20 December 2025	$0.08	$0.00	$0.12	75 %	3.17 %	Nil	$0.07	$207,450
30 November 2022	Tranche - 3 - 3,000,000	20 December 2025	$0.08	$0.00	$0.14	75 %	3.17 %	Nil	$0.07	$195,630

As at reporting date the company had 22,473,143 performance rights on issue (2023: 8,000,000).

Options granted during the period

No options were granted during the period.

32 Share-Based Payments (Continued)

The total options on issue at 30 June 2024 are as follows:

Grant Date	Expiry Date	Exercise price	Balance at the start of the year	Granted	Exercised	Expired/ Forfeited	Balance at the end of the year
27 November 2020	01 December 2023	0.37	10,000,000	-	-	(10,000,000)	-

No options were outstanding at 30 June 2024

The total options on issue at 30 June 2023 are as follows:

Grant Date	Expiry Date	Exercise price	Balance at the start of the year	Granted	Exercised	Expired/ Forfeited	Balance at the end of the year
07 June 2018	07 June 2023	0.30	14,500,000	-	-	(14,500,000)	-
30 November 2017	30 November 2022	0.20	14,719,731	-	-	(14,719,731)	-
05 June 2019	30 November 2022	0.20	3,215,060	-	-	(3,215,060)	-
05 June 2019	30 November 2022	0.20	1,800,000	-	-	(1,800,000)	-
27 November 2020	01 December 2023	0.37	10,000,000	-	-	-	10,000,000

Weighted average exercise price: $0.37. The weighted average remaining contractual life of options outstanding was 0.5 years

33 Business Combinations

Network Technology (Aust) Pty Ltd

On 27 October 2022, Vonex Ltd acquired the business of Network Technology (Aust) Pty Ltd trading as OntheNet (‘OntheNet’). OntheNet provides data network, voice and hosting/colocation services primarily to business customers across Australia. It also brings ownership of its fully redundant core network, peering at major Australian Internet Exchange Points (IXPs) and a Tier 3 Data Centre located on the Gold Coast. The Goodwill and customer contracts acquired as part of the deal launches Vonex into a new geographic region within Australia and significantly expands the Company’s data network capabilities and introduces new product offerings in co-location and hosting.

33 Business Combinations (Continued)

The values identified in relation to the acquisition of Network Technologies (Aust) Pty Ltd are final as at 31 December 2023. Details of the acquisition are as follows:

	Fair value $
Purchase consideration:	
- Cash paid to vendor	8,180,000
- Shares issed to vendor	2,032,406
Total purchase consideration	10,212,406
Assets or liabilities acquired:	
Cash	2,167,579
Trade and other receivables	174,611
Prepayments	466,475
Other assets	332,943
Property, plant and equipment	873,276
Right of use assets	240,035
Trade and other payables	(1,469,976)
Lease liability	(240,035)
Provisions	(664,253)
Customer contracts acquired	4,128,712
Deferred tax liability	(1,031,212)
Net assets acquired	4,978,155
Goodwill acquired	5,234,252
Acquisition-date fair value of the total consideration transferred	10,212,407
Cash used to acquire business, net of cash acquired:	-
Acquisition-date fair value of the total consideration transferred	8,180,000
Less: cash acquired	(2,167,579)
Net cash used	6,012,421

34 Contracted Commitments

The Group’s commitments remain consistent with those noted at 30 June 2023. The Group has no commitments at 30 June 2024.

35 Segment Information

The Group has identified its operating segment based on the Group's service offerings, which represents the one segment that includes all group services within the telecommunication industry. It is noted that this is a change in the accounting policy from past financial statements and is reflective of the current nature of the business and structure. The Group believe this change has no material affect on the financial statements and does not make the understanding of comparative or prior information with this change difficult or misleading. The comparative data has been changed to reflect this change in operating segments.

36 Company Details

The registered office and principal place of business of the company is:

Vonex Limited
Level 6, 303 Coronation Drive
Milton QLD 4064

Consolidated Entiry Disclosure Statement
As At 30 June 2024

Entity name	Entity type	Place formed/Country of incorporation	Ownership interest %	Tax residency
IP Voice and Data Pty Ltd	Body corporate	Australia	100%	Australia
Oper8tor Pty Ltd	Body corporate	Australia	100%	Australia
Vonex Wholesale Pty Ltd	Body corporate	Australia	100%	Australia
Voiteck Pty Ltd	Body corporate	Australia	100%	Australia
Network Technologies (Aust) Pty Ltd	Body corporate	Australia	100%	Australia
Subsidiaries of Voiteck Pty Ltd				
Voiteck Mobile Pty Ltd	Body corporate	Australia	100%	Australia
Subsidiaries of IP Voice and Data Pty Ltd				
Itrinity Australia Pty Ltd	Body corporate	Australia	100%	Australia

Vonex Limited (the 'head entity') and it's wholly-owned Australian subsidiaries have formed an income tax consolidated group under the tax consolidation regime.

Vonex Limited

ABN 39 063 074 635

Directors' Declaration

The directors of the Company declare that:

1. the 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 financial statements, constitutes explicit and unreserved compliance with International Financial Reporting Standards (IFRS); and

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

2. the Directors have been given the declarations required by Section 295A or the Corporate Act 2001 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 financial statements and notes for the financial year comply with the Accounting Standards; and

    c. the 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 information disclosed in the attached consolidated entity disclosure statement is true and correct.

This declaration is made in accordance with a resolution of the Board of Directors persuant to Section 295 (5)(a) of the Corporation Act 2001.

Stephe Wilks
Chair
14 August 2024

RSM Australia Partners

Level 32 Exchange Tower, 2 The Esplanade Perth WA 6000
GPO Box R1253 Perth WA 6844

T +61 (0) 8 9261 9100

www.rsm.com.au

INDEPENDENT AUDITOR'S REPORT

To the Members of Vonex Limited

Opinion

We have audited the financial report of Vonex 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 comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies, the consolidated entity disclosure statement and the directors' declaration.

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

(i) giving a true and fair view of the Group's financial position as at 30 June 2024 and of its financial performance for the year then ended; 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 are independent of the Group 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.

We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

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

Material Uncertainty Related to Going Concern

We draw attention to Note 2 in the financial report, which indicates that the Group incurred a net loss of $1,340,113 during the year ended 30 June 2024. As at that date, the consolidated entity had net current liabilities of $5,011,721 and net liabilities of $3,678,411 respectively. As stated in Note 2, this condition, along with other matters as set forth in Note 2, indicate that a material uncertainty exists 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.

Key Audit Matter	How our audit addressed this matter
Intangible Assets Refer to Note 14 in the financial statements	
The Group is required to perform an annual impairment test on the recoverability of the Group's goodwill by using a value-in-use model. In addition, the Group is required to assess whether indicators of impairment are present in relation to the Group's other intangible assets. We determined this to be a key audit matter due to the size of the balance and because management judgement is involved in: • preparing a value-in-use model of the cash generating unit (CGU) which requires estimates of the future underlying cash flows of the CGU and the discount rate applied; • assessing whether indicators of impairment are present in relation to the Group's other intangible assets; and • determining the impairment expense to be recognised, if required.	Our audit procedures in relation to goodwill include: • Assessing management's determination of the CGU; • Assessing the valuation methodology of the value-in-use model; • Checking the mathematical accuracy of the value-in-use model; • Challenging the reasonableness of key assumptions used in the value-in-use model; • Reviewing sensitivity analysis over the key assumptions used in the value-in-use model; • Reviewing the adequacy and accuracy of the relevant disclosures in the financial statements; and • Assessing the appropriateness of no impairment expense against the goodwill balance. Our audit procedures in relation to the other intangible assets included: • Critically evaluating management's assessment of whether impairment indicators were present at 30 June 2024; • Assessing management's determination of the useful life of the intangible assets; and • Checking the mathematical accuracy of the amortisation expense of the intangible assets.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Group's annual report for the year ended 30 June 2024, but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, 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.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors 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 ability of the Group 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 Group 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 an 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 the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: https://www.auasb.gov.au/admin/file/content102/c3/ar2_2020.pdf. This description forms part of our auditor's report.

Report on the Remuneration Report

Opinion on the Remuneration Report

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 Vonex 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.

RSM AUSTRALIA

Perth, WA
Dated: 14 August 2024

JAMES KOMNINOS
Partner

Additional Information
For the Year Ended 30 June 2024

SHAREHOLDER INFORMATION (as at 10 October 2024)

(i) Number of shareholders: 2,245
(ii) Ordinary shares issued: 361,828,620
(iii) Distribution schedule of holdings of ordinary shares is set out below

Category (size of holding)	Holders	Total Units
1 – 1,000	198	51,558
1,001 – 5,000	508	1,762,732
5,001 – 10,000	444	3,487,664
10,001 – 100,000	863	29,785,272
100,001 – and over	232	326,741,394
Total	**2,245**	**361,828,620**

VOTING RIGHTS

Ordinary Shares

Each ordinary share is entitled to one vote when a poll is called, otherwise each member present at a meeting or by proxy has one vote on a show of hands.

Options & Performance Rights

There are no voting rights attached to any class of options or performance rights that are on issue.

SUBSTANTIAL SHAREHOLDERS

As at 10 October 2024, shareholders with a relevant interest in 5% or more of the Company's securities are set out below:

Holder	% Interest	Total Units
Swoop Telecommunications Pty Ltd	19.90	72,000,000
Maxo Telecommunications Pty Ltd + 12223 Pty Ltd	18.44	66,710,352
Bnp Paribas Nominees Pty Ltd <Ib Au Noms Retailclient>	8.62	31,174,127
Jpob Investments Pty Ltd <Gomersall Investment A/C>	8.49	30,715,335
Total	**55.45**	**200,599,814**

Additional Information

For the Year Ended 30 June 2024

TOP 20 HOLDERS OF ORDINARY FULLY PAID SHARES (as at 10 October 2024)

Rank	Name	Units	% Units
1	Swoop Telecommunications Pty Ltd	72,000,000	19.90
2	Maxo Telecommunications Pty Ltd	50,830,084	14.05
3	Bnp Paribas Nominees Pty Ltd <Ib Au Noms Retailclient>	31,174,127	8.62
4	Jpob Investments Pty Ltd <Gomersall Investment A/C>	30,715,335	8.49
5	12223 Pty Ltd	14,670,268	4.05
6	Jag Capital Invest Pty Ltd <Jg Investments A/C>	12,400,000	3.43
7	Rissman Super Pty Ltd <River Downs Sf A/C>	5,785,232	1.60
8	Citicorp Nominees Pty Limited	3,951,069	1.09
9	Mr Stavros Patiniotis <Patiniotis Asset A/C>	3,313,365	0.92
10	Hammerhead Holdings Pty Ltd <Hhh S/F A/C>	3,050,000	0.84
11	Hjav Pty Limited <Craig Mclean Super Fund A/C>	3,000,000	0.83
12	Mr Declan O'Callaghan <The O'Callaghan Family A/C>	2,367,730	0.65
13	Lateral Consulting (Wa) Pty Ltd <Paton Super Fund A/C>	2,239,381	0.62
14	Cowoso Capital Pty Ltd <Cowoso Super Fund A/C>	2,200,000	0.61
15	Cadiz Investments Pty Ltd <The Cadiz Unit A/C>	2,166,847	0.60
16	Mr Ryan Anthony Spillane	2,000,000	0.55
17	Winbasic Investments Pty Ltd <Kernewek Dowrow S/F A/C>	1,850,000	0.51
18	Bnp Paribas Noms Pty Ltd	1,846,251	0.51
19	Australian Philanthropic + Services Foundation P/L <Australian Phil Service A/C>	1,700,000	0.47
20	Mr Declan O'Callaghan + Mrs Barbara O'Callaghan <Tapu Superannuation A/C>	1,657,412	0.46
	Totals: Top 20 Holders of Ordinary Fully Paid Shares	248,917,101	68.79
	Total Remaining Holders Balance	112,911,519	31.21
	Total Shares on Issue	**361,828,620**	**100.00**

UNQUOTED SECURITIES

As at 10 October 2024, the classes of unquoted securities currently on issue are set out below:

Class	Total Units
Performance Rights expiring 20/12/25	8,000,000
Performance Rights Tranche 1	4,824,381
Performance Rights Tranche 2	4,824,381
Performance Rights Tranche 3	4,824,381
Total	**22,473,143**

Additional Information
For the Year Ended 30 June 2024

UNQUOTED SECURITIES HOLDERS WITH GREATER THAN 20% OF AN INDIVIDUAL CLASS

As at 10 October 2024, the following classes of unquoted securities had holders with greater than 20% of that class on issue is set out below.:

Class	% Interest
Performance Rights expiring 20/12/25	
- Mr Matthew Brian Michael Fahey <Fahey Family A/C>	100%
Performance Rights Tranche 1	
- Mr Ian Porter	50%
- Mrs Sue Hogan	35%
Performance Rights Tranche 2	
- Mr Ian Porter	50%
- Mrs Sue Hogan	35%
Performance Rights Tranche 3	
- Mr Ian Porter	50%
- Mrs Sue Hogan	35%

ON-MARKET BUYBACK

As at 10 October 2024, there is no on-market buy-back of the Company's securities.

SECURITIES SUBJECT TO ESCROW

As at 10 October 2024, securities currently subject to escrow are set out below:

Class	Total Units
Ordinary fully paid shares escrowed until 14/11/2024	218,602
Total	**218,602**

CORPORATE GOVERNANCE

Pursuant to the ASX Listing Rules, the Company's Corporate Governance Statement will be released in conjunction with this report. The Company's Corporate Governance Statement is available on the Company's website at: https://vonex.com.au/corporate-governance

ACN 063 074 635

ABN 39 063 074 635

6/303 Coronation Drive
MILTON QLD 4305

1800 828 668

vonex.com.au

investor@vonex.com.au

VONEX
always