

TTA Holdings Limited
Appendix 4D
Half-year report

1. Company details

Name of entity: TTA Holdings Limited
ABN: 18 110 475 799
Reporting period: For the half-year ended 30 September 2023
Previous period: For the half-year ended 30 September 2022

2. Results for announcement to the market

| | | | \$ |
|--|----------|-----------|-----------|
| Revenues from ordinary activities | up | 217.0% to | 526,126 |
| Loss from ordinary activities after tax attributable to the owners of TTA Holdings Limited | decrease | 20.4% to | (571,858) |
| Loss for the half-year attributable to the owners of TTA Holdings Limited | decrease | 20.4% to | (571,858) |

Dividends

There were no dividends paid, recommended or declared during the current financial period.

Comments

The loss for the consolidated entity after providing for income tax amounted to \$571,858 (30 September 2022: \$718,527)

3. Net tangible assets

| | Reporting period Cents | Previous period Cents |
|---|------------------------------|-----------------------------|
| Net tangible assets per ordinary security | <u>0.36</u> | <u>1.13</u> |

4. Control gained over entities

Not applicable.

5. Loss of control over entities

Not applicable.

6. Dividends

Current period

There were no dividends paid, recommended or declared during the current financial period.

TTA Holdings Limited
Appendix 4D
Half-year report

Previous period

There were no dividends paid, recommended or declared during the previous financial period.

7. Dividend reinvestment plans

Not applicable.

8. Details of associates and joint venture entities

Not applicable.

9. Foreign entities

Details of origin of accounting standards used in compiling the report:

Not applicable.

10. Audit qualification or review

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

The financial statements were subject to a review by the auditors and the review report is attached as part of the Interim Report.

11. Attachments

Details of attachments (if any):

The Interim Report of TTA Holdings Limited for the half-year ended 30 September 2023 is attached.

12. Signed

Ahamad Abdullah

Date: 28 November 2023

Ahamad Bin Abdullah
On behalf of directors

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TTA Holdings Limited

ABN 18 110 475 799

Interim Report - 30 September 2023

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TTA Holdings Limited
Directors' report
30 September 2023

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of TTA Holdings Limited (referred to hereafter as the 'company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 30 September 2023.

Review of operations

The loss for the consolidated entity after providing for income tax amounted to \$ 571,858, which reports 20.4% decrease for the same period last year (September 2022:\$ 718,527). For the 1st half of FY2024, TEAC Australia revenue of \$526,126 was derived from the e-commerce activity.

Returns of \$79k in the six months period have decreased by \$42k compared to same period last year (Sept 2022: \$121k). Current range of stocks have a 12 month warranty with the exception of a small range of older stock.

Significant changes in the state of affairs

Other than the explanations in the Review of operations and Going Concern, there were no significant changes in the state of affairs of the consolidated entity during the financial half-year.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors

Ahamad Bin Abdullah

Ahamad Bin Abdullah

28 November 2023

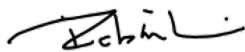
**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001**

As lead auditor for the review of TTA Holdings Limited for the half-year ended 30 September 2023, I declare that, to the best of my knowledge and belief, there have been:

- (a) No contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- (b) No contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of TTA Holdings Limited.

Yours sincerely,
Connect National Audit



Robin King Heng Li RCA
Audit Director
Connect National Audit Pty Ltd
ASIC Authorised Audit Company No.: 521888
Date: 28 November 2023

TTA Holdings Limited
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30 September 2023

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General information

The financial statements cover TTA Holdings Limited as a consolidated entity consisting of TTA Holdings Limited and the entities it controlled at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is TTA Holdings Limited's functional and presentation currency.

TTA Holdings Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

7, Unit 59 Dalton Road
Thomastown, Victoria 3074

A description of the nature of the consolidated entity's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 28 November 2023.

TTA Holdings Limited
Statement of profit or loss and other comprehensive income
For the half-year ended 30 September 2023

| | Note | Consolidated 30 Sep 2023 \$ | 30 Sept 2022 \$ |
|---|------|-----------------------------------|--------------------|
| Revenue | 3 | 526,126 | 165,966 |
| Other income | | 1,497 | 1,274 |
| Interest revenue calculated using the effective interest method | | 63,980 | 60,625 |
| Expenses | | | |
| Raw materials and consumables used | | (652,806) | (491,602) |
| Employee benefits expense | | (146,144) | (179,191) |
| Depreciation and amortisation expense | | (4,562) | (8,702) |
| Rental expenses | | (2,203) | (4,424) |
| Right-of-use asset depreciation | | (14,365) | (26,607) |
| Impairment of related party receivable | | (65,333) | (21,058) |
| Foreign exchange loss | | 1,353 | 5,505 |
| Other expenses | | (277,789) | (221,035) |
| Finance costs | | (1,612) | 722 |
| Loss before income tax expense | | (571,858) | (718,527) |
| Income tax expense | | - | - |
| Loss after income tax expense for the half-year attributable to the owners of TTA Holdings Limited | | (571,858) | (718,527) |
| Other comprehensive income for the half-year, net of tax | | - | - |
| Total comprehensive income for the half-year attributable to the owners of TTA Holdings Limited | | <u>(571,858)</u> | <u>(718,527)</u> |
| | | Cents | Cents |
| Basic earnings per share | 7 | (0.42) | (0.52) |
| Diluted earnings per share | 7 | (0.42) | (0.52) |

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

TTA Holdings Limited
Statement of financial position
As at 30 September 2023

| | Note | Consolidated 30 Sep 2023 \$ | 31 Mar 2023 \$ |
|--------------------------------------|------|-----------------------------------|-------------------|
| Assets | | | |
| Current assets | | | |
| Cash and cash equivalents | | 104,503 | 225,360 |
| Trade and other receivables | 4 | 138,822 | 182,271 |
| Inventories | | 893,250 | 1,322,951 |
| Other current asset | | 45,647 | 35,229 |
| Total current assets | | <u>1,182,222</u> | <u>1,765,811</u> |
| Non-current assets | | | |
| Property, plant and equipment | | 4,546 | 7,809 |
| Right-of-use asset | | 23,142 | 37,506 |
| Total non-current assets | | <u>27,688</u> | <u>45,315</u> |
| Total assets | | <u>1,209,910</u> | <u>1,811,126</u> |
| Liabilities | | | |
| Current liabilities | | | |
| Trade and other payables | | 494,573 | 494,149 |
| Employee benefits | | 65,019 | 69,282 |
| Provisions | | 114,891 | 127,099 |
| Lease payable | | 19,931 | 28,988 |
| Total current liabilities | | <u>694,414</u> | <u>719,518</u> |
| Non-current liabilities | | | |
| Employee benefits | | 1,100 | 920 |
| Lease liabilities | | 2,994 | 7,427 |
| Total non-current liabilities | | <u>4,094</u> | <u>8,347</u> |
| Total liabilities | | <u>698,508</u> | <u>727,865</u> |
| Net assets | | <u>511,402</u> | <u>1,083,261</u> |
| Equity | | | |
| Issued capital | | 6,484,607 | 6,484,607 |
| Accumulated losses | | (5,973,205) | (5,401,346) |
| Total equity | | <u>511,402</u> | <u>1,083,261</u> |

The above statement of financial position should be read in conjunction with the accompanying notes

TTA Holdings Limited
Statement of changes in equity
For the half-year ended 30 September 2023

| Consolidated | Issued capital \$ | Retained profits \$ | Total equity \$ |
|--|------------------------------------|--------------------------------------|----------------------------------|
| Balance at 1 April 2022 | 6,484,607 | (4,147,781) | 2,336,826 |
| Loss after income tax expense for the half-year | - | (718,527) | (718,527) |
| Other comprehensive income for the half-year, net of tax | - | - | - |
| Total comprehensive income for the half-year | - | (718,527) | (718,527) |
| Balance at 30 September 2022 | <u>6,484,607</u> | <u>(4,866,308)</u> | <u>1,618,299</u> |

| Consolidated | Issued capital \$ | Accumulated losses \$ | Total equity \$ |
|--|------------------------------------|--|----------------------------------|
| Balance at 1 April 2023 | 6,484,607 | (5,401,346) | 1,083,261 |
| Loss after income tax expense for the half-year | - | (571,858) | (571,858) |
| Other comprehensive income for the half-year, net of tax | - | - | - |
| Total comprehensive income for the half-year | - | (571,858) | (571,858) |
| Balance at 30 September 2023 | <u>6,484,607</u> | <u>(5,973,205)</u> | <u>511,402</u> |

The above statement of changes in equity should be read in conjunction with the accompanying notes

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TTA Holdings Limited
Statement of cash flows
For the half-year ended 30 September 2023

| | Consolidated | Consolidated |
|--|-----------------------|-----------------------|
| | 30 Sep 2023 | 30 Sept 2022 |
| | \$ | \$ |
| Cash flows from operating activities | | |
| Receipts from customers (inclusive of GST) | 710,705 | 490,468 |
| Payments to suppliers and employees (inclusive of GST) | <u>(993,457)</u> | <u>(2,209,613)</u> |
| | (282,752) | (1,719,145) |
| Interest received | 63,980 | 60,625 |
| Interest and other finance costs paid | <u>(1,612)</u> | <u>(3,278)</u> |
| | (220,384) | (1,661,798) |
| Net cash used in operating activities | <u>(220,384)</u> | <u>(1,661,798)</u> |
| Cash flows from investing activities | | |
| Payments for property, plant and equipment | - | (1,126) |
| Net cash used in investing activities | <u>-</u> | <u>(1,126)</u> |
| Cash flows from financing activities | | |
| Proceeds from borrowings | - | - |
| Cost related to borrowings | - | (5,125) |
| Net cash (outflow) / inflow from financing activities | <u>-</u> | <u>(5,125)</u> |
| Net increase /(decrease) in cash and cash equivalents | (220,384) | (1,668,049) |
| Cash and cash equivalents at the beginning of the financial year | <u>324,887</u> | <u>1,992,936</u> |
| Cash and cash equivalents at the end of the financial half-year | <u><u>104,503</u></u> | <u><u>324,887</u></u> |

The above statement of cash flows should be read in conjunction with the accompanying notes

Note 1. Significant accounting policies

These general purpose financial statements for the interim half-year reporting period ended 30 September 2023 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 31 March 2023 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Going concern

The financial statements have been prepared on a going concern basis, which contemplates the continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The consolidated entity incurred a loss from ordinary activities of \$ 571,858 for the half-year ended 30 September 2023. In addition, the consolidated entity sustained a negative operating cashflow of \$ 220k.

The directors have reviewed the revenue cashflow forecasts and believe that there are reasonable grounds to believe that the consolidated entity will be able to continue as a going concern due to the following factors:

1. Forecast for the 2nd half of the year is a \$1,043K net turnover. The directors are confident that the inventory of \$893k will be sold at the retail price.
E-commerce trading is competitive, and the focus is to increase awareness of the TEAC brand. Generally, we have been making progress; sales have increased month by month since the launch on July 22. The Company intends to increase the market share of the E-Commerce business by focusing more on marketing and advertising activities.
2. Monitor and continue to implement a plan for the reasonable reduction of cost.
3. The company has adequate working capital to pay its debts as they fall due.

Accordingly, the directors believe that the consolidated entity will be able to continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report.

The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessarily incurred should the company not continue as a going concern.

Note 2. Operating segments

Identification of reportable operating segments

The consolidated entity operates in one segment, which is sale of electronic consumer goods via E-commerce in the Australian market.

TTA Holdings Limited
Notes to the financial statements
30 September 2023

Note 3. Revenue

| | Consolidated | Consolidated |
|--|---------------------|---------------------|
| | 30 Sep 2023 | 30 Sept 2022 |
| | \$ | \$ |
| <i>Revenue from contracts with customers</i> | | |
| Sales of goods | 526,126 | 165,880 |
| <i>Other revenue</i> | | |
| Other revenue | - | 86 |
| Revenue | <u>526,126</u> | <u>165,966</u> |

Disaggregation of revenue

The disaggregation of revenue from contracts with customers is as follows:

| | Consolidated | Consolidated |
|--------------------------------------|---------------------|---------------------|
| | 30 Sep 2023 | 30 Sept 2022 |
| | \$ | \$ |
| <i>Major product lines</i> | | |
| Sale of electronic goods | <u>526,126</u> | <u>165,880</u> |
| <i>Geographical regions</i> | | |
| Australia | <u>526,126</u> | <u>165,880</u> |
| <i>Timing of revenue recognition</i> | | |
| Goods transferred at a point in time | <u>526,126</u> | <u>165,880</u> |

Note 4. Current assets - trade and other receivables

| | Consolidated | Consolidated |
|--|---------------------|---------------------|
| | 30 Sep 2023 | 30 Sep 2022 |
| | \$ | \$ |
| Trade receivables | 138,822 | 51,827 |
| Related party receivable | 2,016,153 | 1,890,343 |
| Less: Allowance for expected credit losses | <u>(2,016,153)</u> | <u>(1,890,343)</u> |
| Other receivables | - | - |
| | <u>138,822</u> | <u>51,827</u> |

Note 5. Equity - dividends

There were no dividends paid, recommended or declared during the current or previous financial half-year.

Note 6. Events after the reporting period

There are no significant events after the reporting period

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TTA Holdings Limited
Notes to the financial statements
30 September 2023

Note 7. Earnings per share

| | Consolidated | |
|---|---------------------|---------------------|
| | 30 Sep 2023 | 30 Sept 2022 |
| | \$ | \$ |
| Loss after income tax attributable to the owners of TTA Holdings Limited | <u>(571,858)</u> | <u>(718,527)</u> |
| | Number | Number |
| Weighted average number of ordinary shares used in calculating basic earnings per share | <u>137,423,410</u> | <u>137,423,410</u> |
| Weighted average number of ordinary shares used in calculating diluted earnings per share | <u>137,423,410</u> | <u>137,423,410</u> |
| | Cents | Cents |
| Basic earnings per share | (0.42) | (0.52) |
| Diluted earnings per share | (0.42) | (0.52) |

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TTA Holdings Limited
Directors' declaration
30 September 2023

In the directors' opinion:

- The attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001, and other mandatory professional reporting requirements;
- The attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 30 September 2023 and of its performance for the financial half-year ended on that date; and
- There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors

Ahamad Abdullah

Ahamad Bin Abdullah

28 November 2023

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Independent Auditor's Review Report
To the members of TTA Holdings Limited
Report on the Half-year Financial Report

Conclusion

We have reviewed the accompanying Half-year Financial Report of TTA Holdings Limited and its controlled entities (the "Consolidated Entity").

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Half-year Financial Report of the is not in accordance with the Corporations Act 2001, including:

- Giving a true and fair view of the Consolidated Entity's financial position as at 30 September 2023 and of its performance for the Half-year ended on that date; and
- Complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

The Half-year Financial Report comprises:

- Statement of profit or loss and other comprehensive income for half-year ended 30 September 2023;
- Statement of financial position as at 30 September 2023, Statement of changes in equity and Statement of cash flows for the half-year on that date;
- Notes 1 to 7 comprising a summary of significant accounting policies and other explanatory information; and
- The Directors' Declaration. The Consolidated Entity comprises TTA Holdings Limited (The Company) and the entities it controlled at the half year's end or from time to time during the half year.

Emphasis of Matter - Material Uncertainty Related to Going Concern

We draw attention to note 1 in the half year financial report which indicates that the financial statements have been prepared on a going concern basis, which contemplates the continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The consolidated entity incurred a loss from ordinary activities of \$ 571,858 for the half-year ended 30 September 2023. In addition, the consolidated entity sustained a negative operating cashflow of \$ 220k. The directors have reviewed the revenue cashflow forecasts and believe that there are reasonable grounds to believe that the consolidated entity will be able to continue as a going concern due to the following factors:

Forecast for the 2nd half of the year is a \$1,043K net turnover. The directors are confident that the inventory of \$893k will be sold at the retail price. The Company intends to increase the market share of the E-Commerce business by focusing more on marketing and advertising activities. The company is monitoring and continuing to implement a plan for the reasonable reduction of cost. The company has adequate working capital to pay its debts as they fall due.

Accordingly, the directors believe that the consolidated entity will be able to continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report. Our opinion is not modified in respect of this matter.

Responsibilities of the Directors for the Half-year Financial Report

The Directors of the Consolidated Entity are responsible for:

- The preparation of the Half-year Financial Report that gives a true and fair view in accordance with Australian Accounting Standards and Corporations Act 2001
- For such internal control as the Directors determine is necessary to enable the preparation of the Half-year Financial Report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility for the review of the Half-year Financial Report

Our responsibility is to express a conclusion on the Half-year Financial Report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the Half-year Financial Report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the Consolidated Entity's financial position as at 30 September 2023 and its performance for the half-year ended on that date; and complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001. As auditor of TTA Holdings Limited and its controlled entities, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report. A review of a Half-year Financial Report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion. In conducting our review, we have complied with the independence requirements of the Corporations Act 2001.

Information Other Than The Financial Report And Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the Company's interim report for the half-year ended 30 September 2023, but does not include the financial report and our 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 review 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

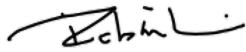
misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Yours sincerely,

Connect National Audit

Connect National Audit

ASIC Authorised Audit Company No.: 521888



Robin King Heng Li
Audit Director

Date: 28 November 2023

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