19 February 2024

ASX Limited
Company Announcements Office
Exchange Centre
20 Bridge Street
SYDNEY NSW 2001

BY ELECTRONIC LODGEMENT

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Dear Sir / Madam

ASX APPENDIX 4D AND INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

Please find attached IMDEX Limited's Appendix 4D and Interim Financial Report for the Half-Year Ended 31 December 2023, inclusive of the Auditors Review Report and Independence Declaration.

Yours faithfully

IMDEX Limited
Michael Tomasz
Company Secretary

These have been approved for lodgement by the IMDEX Board of Directors.

IMDEX LIMITED

ABN 78 008 947 813

ASX Appendix 4D "Half-Year" Report and Interim Directors' Report and Financial Report

for the Half-Year Ended 31 December 2023

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The ASX Appendix 4D "Half-Year" Report is provided to ASX in accordance with Listing Rule 4.2A for announcement to the market.

Current Reporting Period:	**31 December 2023**
Previous Corresponding Reporting Period:	**31 December 2022**

The Financial Report has been subject to review and is not subject to dispute or qualification. The auditor's review report is included herein.

The interim Financial Report has been prepared in accordance with International Financial Reporting Standards ("IFRS").

The interim Financial Report does not include all the notes of the type normally included in an Annual Financial Report and hence should be read in conjunction with the latest annual report of IMDEX Limited, being for the financial year ended 30 June 2023.

In addition, reference should be made to any public announcements made by IMDEX Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001 (Cth).

IMDEX LIMITED
and its controlled entities

APPENDIX 4D HALF-YEAR REPORT 31 DECEMBER 2023

	Notes	% Change Up / (Down)	Consolidated Half-Year Ended 31 Dec 2023 $'000	Consolidated Half-Year Ended 31 Dec 2022 $'000
Revenue from ordinary activities	(i)	18%	235,323	198,784
Net profit for the period	(i)	(26%)	16,802	22,719
Net profit attributable to members	(i)	(26%)	16,802	22,719
Interim dividend (cents per share)	(ii)	-	1.5	1.5
Net tangible assets per ordinary security (cents)		(52%)	26.09	53.91

(i) The announcement made to the ASX on 19 February 2024 provides an explanation of the Group's financial results and operating performance for the half-year ended 31 December 2023.

(ii) The FY24 interim fully franked dividend was declared on 16 February 2024 with a record date of 14 March 2024 and a payment date of 28 March 2024. There are no dividend reinvestment plans in operation.

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DIRECTORS' REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

The Directors of IMDEX Limited submit herewith the financial report of IMDEX Limited and its subsidiaries (the Group or Consolidated Entity) for the half-year ended 31 December 2023. In order to comply with the provisions of the Corporations Act 2001, the Directors report as follows:

Directors

The Directors of the Company during or since the end of the Half-Year are:

Name	**Period of Directorship**
Mr Anthony Wooles, Non-Executive Chairman	Appointed 1 July 2016
Mr Ivan Gustavino, Non-Executive Director	Retired 19 October 2023
Ms Sally-Anne Layman, Non-Executive Director	Appointed 6 February 2017
Ms Tracey Arlaud, Non-Executive Director	Appointed 10 February 2021
Mr Uwa Airhiavbere, Non-Executive Director	Appointed 19 December 2022
Ms Tracey Horton, Non-Executive Director	Appointed 13 November 2023

Review of Operations

	Consolidated	
	Half-Year Ended 31 Dec 2023 $'000	**Half-Year Ended 31 Dec 2022 $'000**
Total Revenue from ordinary activities	235,323	198,784
Profit from ordinary activities after tax for the half-year	16,802	22,719
Total Profit after tax for the half-year	16,802	22,719
Basic earnings per share (cents)	3.31	5.72

The profit after tax for the half-year ended 31 December 2023 was $16.8 million (31 December 2022: Profit $22.7 million). The result was achieved on total revenue of $235.3 million (31 December 2022: $198.8 million).

Profit per share from total operations was 3.31 cents per share (31 December 2022: Profit of 5.72 cents per share).

Further details on the operations and overall results are contained in the Financial Report and the announcement made to the ASX on 19 February 2024 regarding the Group's financial results and operating performance for the half-year ended 31 December 2023.

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DIRECTORS' REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

Auditor's Independence Declaration

Section 307C of the Corporations Act 2001 requires the auditor, Deloitte Touche Tohmatsu, to provide the Directors of IMDEX Limited with an Independence Declaration in relation to the review of the Half-Year Financial Report. The Independence Declaration is on the next page.

Rounding Off of Amounts

The amounts contained in the financial report have been rounded to the nearest $1,000 (where rounding is applicable) where noted ($'000) under the option available to the Company under ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191. The Company is an entity to which this legislative instrument applies.

Signed in accordance with a resolution of the Directors pursuant to s.306(3) of the Corporations Act 2001.

Dated at PERTH, Western Australia, 16 February 2024



Anthony Wooles
Chairman

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Deloitte Touche Tohmatsu
ABN 74 490 121 060

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The Board of Directors
IMDEX Limited
216 Balcatta Road
Balcatta WA 6021

16 February 2024

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Dear Directors

Auditor's Independence Declaration to IMDEX Limited

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of IMDEX Limited.

As lead audit partner for the review of the half year financial report of IMDEX Limited for the half year ended 31 December 2023, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- The auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- Any applicable code of professional conduct in relation to the review.

Yours faithfully

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU

Peter Rupp
Partner
Chartered Accountants

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Member of Deloitte Asia Pacific Limited and the Deloitte organisation.

Deloitte Touche Tohmatsu
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Independent Auditor's Review Report to the members of IMDEX Limited

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Conclusion

We have reviewed the half-year financial report of IMDEX Limited (the "Company") and its subsidiaries (the "Group"), which comprises the condensed consolidated statement of financial position as at 31 December 2023 , and the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of cash flows and the condensed consolidated statement of changes in equity for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration as set out on pages 6 to 21.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of the Group does not comply with the *Corporations Act 2001*, including:

- Giving a true and fair view of the Group's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and
- Complying with Accounting Standard AASB 134 Interim Financial Reporting and the *Corporations Regulations 2001.*

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 Review of a *Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Half-year 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 annual 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 review report.

Directors' Responsibilities for the Half-year Financial Report

The directors of the Company 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 the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities 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. ASRE 2410 requires us to conclude whether 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 Group's financial position as at 31 December 2023 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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Deloitte.

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.

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU

Peter Rupp
Partner
Chartered Accountants
Perth, 16 February 2024

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DIRECTORS' DECLARATION

The Directors declare that:

(a) 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; and

(b) in the Directors' opinion, the attached Financial Report and notes thereto are in accordance with the *Corporations Act 2001*, including:

  (i) giving a true and fair view of the Group's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and
  (j) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Signed in accordance with a resolution of the Directors made pursuant to s. 303(5) of the *Corporations Act 2001*.

Dated at PERTH, Western Australia, 16 February 2024



Anthony Wooles
Chairman

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CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

	Notes	Half-Year Ended 31 Dec 2023 $'000	31 Dec 2022 $'000
Continuing operations			
Revenue from sale of goods, rentals and software	5	235,323	198,784
Raw materials and consumables used		(68,015)	(60,816)
Employee benefits expense		(65,120)	(46,073)
Depreciation and amortisation expense		(26,340)	(18,469)
Finance income		1,555	196
Finance costs		(6,485)	(1,265)
Impairment loss	10	(7,366)	-
Fair value loss on deferred consideration		-	(372)
Other expenses	5	(37,075)	(37,682)
Share of loss of associates		(861)	(789)
Profit before tax from continuing operations		**25,616**	**33,514**
Income tax expense		(8,814)	(10,795)
Profit for the period from continuing operations		**16,802**	**22,719**
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss			
Exchange differences arising on the translation of foreign operations		(13,423)	707
Other comprehensive income for the period, net of income tax		(13,423)	707
Total comprehensive income for the period		3,379	23,426
Profit attributable to owners of the parent		16,802	22,719
Total comprehensive income attributable to owners of the parent		3,379	23,426
Earnings per share			
From continuing operations			
Basic earnings per share (cents)		3.31	5.72
Diluted earnings per share (cents)		3.14	5.51

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

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IMDEX LIMITED
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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	Notes	31 Dec 2023 $'000	30 Jun 2023[(i)] $'000
Current Assets			
Cash and cash equivalents		50,419	58,128
Trade and other receivables		83,850	90,072
Inventories		64,058	67,457
Current tax assets		7,357	6,981
Assets classified as held for sale	10	-	7,351
Other		11,569	11,346
Total current assets		217,253	241,335
Non-current assets			
Property, plant and equipment		56,333	57,876
Right-of-use assets		39,297	32,120
Intangible assets	6	419,107	425,343
Investment in associates		13,010	13,871
Deferred tax assets		35,604	34,410
Other		2,531	4,635
Total non-current assets		565,882	568,255
Total assets		783,135	809,590
Current liabilities			
Trade and other payables		42,127	46,823
Lease liabilities		5,493	5,789
Current tax liabilities		10,461	7,416
Borrowings	9	28,000	28,000
Provisions		8,461	7,973
Total current liabilities		94,542	96,001
Non-current liabilities			
Lease liabilities		40,771	32,511
Borrowings	9	68,071	95,048
Provisions		262	293
Deferred tax liabilities		27,164	29,529
Total non-current liabilities		136,268	157,381
Total liabilities		230,810	253,382
Net assets		552,325	556,208
Equity			
Issued capital	2	409,546	401,164
Reserves		2,340	20,680
Retained earnings		140,439	134,364
Total equity		552,325	556,208

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

(i) The prior period amounts have been restated as a results of finalising the purchase price allocation for the Devico acquisition (refer to Note 7).

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

	Note	Reserves						
		Shares reserved for performance rights plan	Foreign currency translation reserve	Share-based payments reserve	Reserves total	Fully paid ordinary shares	Retained earnings	Total attributable to equity holders of the entity
		$'000	$'000	$'000	$'000	$'000	$'000	$'000
Balance at 1 July 2022		(1,586)	(3,041)	18,262	13,635	169,078	114,513	297,226
Other comprehensive income		-	707	-	707	-	-	707
Profit for the period		-	-	-	-	-	22,719	22,719
Total comprehensive income for the period		-	707	-	707	-	22,719	23,426
Share based payments of performance rights		(1,308)	-	4,422	3,114	-	-	3,114
Tax effect on the share-based payments		-	-	980	980	-	-	980
Share based payments - MinePortal		-	-	(3,272)	(3,272)	3,272	-	-
Settlement of performance rights		-	-	(3,511)	(3,511)	-	-	(3,511)
Dividend paid		-	-	-	-	-	(7,563)	(7,563)
Balance at 31 December 2022		**(2,894)**	**(2,334)**	**16,881**	**11,653**	**172,350**	**129,669**	**313,672**
Balance at 1 July 2023		(2,492)	1,674	21,498	20,680	401,164	134,364	556,208
Other comprehensive income		-	(13,423)	-	(13,423)	-	-	(13,423)
Profit for the period			-	-	-	-	16,802	16,802
Total comprehensive income for the period		-	(13,423)	-	(13,423)	-	16,802	3,379
Share based payments of performance rights		(995)	-	6,012	5,017	-	-	5,017
Tax effect on the share-based payments		-	-	(1,552)	(1,552)	-	-	(1,552)
Share based payments - MinePortal	2	-	-	(2,399)	(2,399)	2,399	-	-
Settlement of performance rights	2	-	-	(5,983)	(5,983)	5,983	-	-
Dividends paid		-	-	-	-	-	(10,727)	(10,727)
Balance at 31 December 2023		(3,487)	(11,749)	17,576	2,340	409,546	140,439	552,325

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

	Notes	Half-Year Ended 31 Dec 2023 $'000	31 Dec 2022 $'000
Cash flows from operating activities			
Receipts from customers		254,749	215,133
Payments to suppliers and employees		(187,280)	(158,337)
Interest received		1,555	196
Income tax paid		(9,503)	(12,212)
Net cash provided by operating activities		59,521	44,780
Cash flows from investing activities			
Payment for property, plant and equipment		(14,206)	(12,248)
Payment for intangible assets		(1,794)	(3,050)
Payment for the settlement of deferred consideration		-	(3,308)
Payment for the investment in associates		-	(2,000)
Net cash used in investing activities		(16,000)	(20,606)
Cash flows from financing activities			
Payment of borrowings		(39,462)	-
Proceeds from borrowings, net of costs		12,529	-
Interest and other costs of finance paid		(4,063)	(507)
Dividends paid		(10,727)	(7,563)
Cash paid due to settlement of performance rights		-	(3,511)
Payment of lease liabilities		(5,597)	(3,693)
Net cash used in financing activities		(47,320)	(15,274)
Net increase in cash and cash equivalents		(3,799)	8,900
Cash and cash equivalents at the beginning of the period		58,128	36,368
Effects of exchange rate changes		(3,910)	(387)
Cash and cash equivalents at the end of the period		50,419	44,881

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

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1. Summary of significant accounting policies

Statement of Compliance

The half-year report is a general purpose financial report prepared in accordance with the *Corporations Act 2001* and AASB 134 *Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*. The half-year financial report does not include notes of the type normally included in an annual financial report and should be read in conjunction with the most recent annual financial report.

Basis of Preparation

The half-year condensed consolidated financial statements have been prepared using the same accounting policies as used in the annual financial statements for the year ended 30 June 2023, except for the adoption of new amendments to existing standards, as set out below.

(a) New or amended Accounting Standards and Interpretations adopted by the Group

A number of amended standards became applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these amended standards.

(b) Impact of standards and interpretations issued but not yet applied by the Group.

Certain amendments to accounting standards have been published that are not mandatory for 31 December 2023 reporting periods and have not been early adopted by the Group. These amendments are not expected to have a material impact on the entity in the current or future reporting periods and on foreseeable future transactions.

Critical Accounting Judgements and Key Sources of Estimation Uncertainty

In the application of the Group's accounting policies, management is required to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other relevant factors. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. Significant judgements, estimates and assumptions made by management in the preparation of these financial statements are consistent with the ones disclosed in the annual financial statements for the year ended 30 June 2023, except for the one outlined below:

- Income tax expense is recognised based on management's best estimate of the weighted average effective annual income tax rate expected for the full financial year, consistent with AASB 134 para 28.

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2. Issued capital

	Notes	31 Dec 2023 $'000	30 Jun 2023 $'000
Issued and paid up capital - fully paid ordinary shares	(i)	409,546	401,164

	31 Dec 2023		30 Jun 2023	
	Number	$'000	Number	$'000
Issued and paid up capital - fully paid ordinary shares				
Balance at beginning of the financial year	505,454,641	401,164	396,452,400	169,078
Issue of shares relating to acquisition of MinePortal (ii)	1,578,117	2,399	1,578,117	3,272
Issue of shares under performance rights	1,769,719	2,766	-	-
Issue of shares under STI award	1,743,955	3,217	-	-
Shares issued in the equity raising related to the acquisition of Devico AS	-	-	101,943,277	215,824
Shares issued as partial consideration for the acquisition of Devico AS	-	-	5,480,847	12,990
Closing balance at end of the financial year	510,546,432	409,546	505,454,641	401,164

(i) Fully paid ordinary shares carry one vote per share and the right to dividends.
(ii) During the current period the Company issued 1,578,117 ordinary shares in connection with the acquisition of MinePortal in September 2021.

3. Dividends

	Half-Year Ended 31 Dec 2023		Half-Year Ended 31 Dec 2022	
	Cents per share	$'000	Cents per share	$'000
Recognised amounts				
Fully paid ordinary shares – final dividend franked to 30%	2.1	10,721	1.9	7,563
Unrecognised amounts				
Fully paid ordinary shares – interim dividend franked to 30%	1.5	7,658	1.5	7,500

The FY24 interim fully franked dividend was declared on 16 February 2024 with a record date of 14 March 2024. The financial effect of the dividend has not been recognised in the financial statements at 31 December 2023.

4. Segment information

The primary means by which the Board view the business and make key decisions is based on geographical lines.

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the Group), whose operating results are regularly reviewed by the Group's Chief Operating Decision Maker (CODM) to make decisions about resources to be allocated to the segment and assess its performance and for which discrete financial information is available. Management will also consider other factors in determining operating segments such as the existence of a regional general manager and the level of segment information presented to the Board of Directors.

Information reported to the CODM for the purposes of resource allocation and assessment of segment performance focuses on the regions serviced. The Directors of the Company have chosen to organise the Group around different geographical markets serviced by the entity's products and services.

No operating segments have been aggregated in arriving at the reportable segments of the Group. All segments are in the business of the manufacture and sale/rental of products and software to the mining sector along the following geographical lines:

AM - Americas

APAC - Asia Pacific

AE – Africa / Europe

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items mainly comprise deferred tax assets, treasury cash, net financing costs for the Group and the corporate portion of head office costs. Segment capital expenditure is the total cost incurred during the period to acquire segment assets that are expected to be used for more than one period.

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4. Segment information (continued)

The following is an analysis of the revenue and results for the period, analysed by reportable segment. This is consistent with the segment reporting presented in the most recent annual financial report outside of adjustments noted below.

Half-year ended 31 Dec 23	AM – Americas $'000	APAC – AsiaPac $'000	AE – Africa / Europe $'000	Segment Total $'000	IMDEX Product[(i)] $'000	Central administration costs[(ii)] $'000	Un-allocated[(iii)] $'000	Total $'000
Revenue from sale of goods, rentals and software	117,302	60,218	57,803	**235,323**	-	-	-	**235,323**
Results before individually significant items								
Earnings before individually significant items, interest, income tax, depreciation and amortisation	**45,522**	**25,736**	**27,144**	**98,402**	**(20,566)**	**(5,525)**	**(1,333)**	**70,978**
Depreciation and amortisation expenses	(13,974)	(6,573)	(5,234)	**(25,781)**	(292)	(267)	-	**(26,340)**
Finance income	-	-	-	**-**	-	-	1,555	**1,555**
Finance costs	(370)	(418)	(305)	**(1,093)**	-	(109)	(5,283)	**(6,485)**
Profit before tax	**31,178**	**18,745**	**21,605**	**71,528**	**(20,858)**	**(5,901)**	**(5,061)**	**39,708**
Income tax expense	-	-	-	**-**	-	-	(10,831)	**(10,831)**
Profit after tax	**31,178**	**18,745**	**21,605**	**71,528**	**(20,858)**	**(5,901)**	**(15,892)**	**28,877**
Individually significant items (Note 8)								
Gross individually significant items	-	-	-	**-**	-	-	(14,092)	(14,092)
Tax on individually significant items	-	-	-	**-**	-	-	2,017	2,017
Net individually significant items	-	-	-	-	-	-	(12,075)	(12,075)
Profit after tax after individually significant items								**16,802**
Half-year ended 31 Dec 22								
Revenue from sale of goods, rentals and software	89,295	61,054	48,435	**198,784**	-	-	-	**198,784**
Results before individually significant items								
Earnings before fair value loss, individually significant items, interest, income tax, depreciation and amortisation	**42,734**	**28,475**	**29,147**	**100,356**	**(31,363)**	**(5,380)**	**(789)**	**62,824**
Fair value loss on deferred consideration							(372)	**(372**)
Depreciation and amortisation expenses	(9,785)	(4,598)	(3,573)	**(17,956)**	(419)	(94)	-	**(18,469)**
Finance income	-	-	-	**-**	-	-	196	**196**
Finance costs	(352)	(252)	(114)	**(718)**	-	(40)	(507)	**(1,265)**
Profit before tax	**32,597**	**23,625**	**25,460**	**81,682**	**(31,782)**	**(5,514)**	**(1,472)**	**42,914**
Income tax expense	-	-	-	**-**	-	-	(13,615)	**(13,615)**
Profit after tax	**32,597**	**23,625**	**25,460**	**81,682**	**(31,782)**	**(5,514)**	**(15,087)**	**29,299**
Individually significant items (Note 8)								
Gross individually significant items	-	-	-	**-**	-	-	(9,400)	(9,400)
Tax on individually significant items	-	-	-	**-**	-	-	2,820	2,820
Net individually significant items	-	-	-	-	-	-	(6,580)	(6,580)
Profit after tax after individually significant items								**22,719**

(i) IMDEX Product includes Research and Development, Software Development, Product Management and Intellectual Property activities. Included in IMDEX Product is R&D spend which has been adjusted during the period to include product management activities. Comparative has been restated. R&D Spend (excluding capitalised development costs) for the period totals $16.9 million (HY22: $16.0 million).

(ii) Central administration costs comprise the corporate portion of head office costs. Head office costs attributable to operations are allocated to reportable segments in proportion to the revenues earned from those segments.

(iii) Unallocated items includes the share of loss of an associate, Individually Significant Items (ISI), finance income and finance costs associated with the Group treasury function. Interest on lease liabilities is considered directly attributable to the segments and has been included in their segment results.

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4. Segment information (continued)

	Assets		Liabilities	
	31 Dec 23 $'000	30 Jun 23 $'000	31 Dec 23 $'000	30 Jun 23 $'000
(c) Segment assets/ liabilities				
AM – Americas	356,367	365,351	33,792	29,141
APAC – Asia Pacific	161,619	164,249	40,241	46,717
AE – Africa / Europe	158,759	155,383	23,080	17,027
Total of all segments	676,745	684,983	97,113	92,885
Unallocated	106,390	124,607	133,697	160,497
Consolidated	783,135	809,590	230,810	253,382

For the purposes of monitoring segment performance and allocating resources between segments:

- All assets are allocated to reportable segments other than tax assets, investment in associate, assets classified as held for sale and treasury cash.
- All liabilities are allocated to reportable segments other than tax liabilities and external loan.

5. Revenue and expenses

	Half-Year Ended	
	31 Dec 2023 $'000	31 Dec 2022 $'000
Revenue from sale of goods, rentals and software		
Sale of goods	85,502	80,433
Rentals and software	149,821	118,351
Total	**235,323**	**198,784**

Other expenses

Other expenses (31 December 2023: $37.1 million, 31 December 2022: $37.7 million) comprise costs relating to consulting and legal support, facilities, travel and provisions for slow moving inventory and expected credit losses.

6 Intangible assets

	Notes	Goodwill $'000	Intellectual property and other intangibles $'000	Software $'000	TOTAL $'000
At cost		324,292	136,038	16,710	477,040
Accumulated amortisation and impairment losses		(24,295)	(28,011)	(5,627)	(57,933)
Net carrying amount as at 31 December 2023		299,997	108,027	11,083	419,107
Movement					
As at 30 June 2023*		300,146	114,038	11,159	425,343
Additions		-	-	1,793	1,793
Amortisation expense		-	(5,613)	(1,817)	(7,430)
Foreign currency exchange differences		(149)	(398)	(52)	(599)
As at 31 December 2023		**299,997**	**108,027**	**11,083**	**419,107**

* *Refer to Note 7 for the details on the restatement.*

IMDEX assesses impairment at the Operating Segment level for goodwill and at the Cash Generating Unit (CGU) level for fixed assets and intangible assets. A CGU being the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets. CGUs identified are at a lower level than each Operating Segment (based on regional hubs).

Goodwill and intangible assets not yet available for use are not amortised but tested for impairment annually and whenever there is an indication that the asset may be impaired.

At each reporting date, the Group reviews the carrying amounts of its tangible and intangible assets (other than goodwill) at the CGU level to determine whether there is any indication that those assets may have suffered an impairment loss.

Significant accounting estimates and assumptions

Management is required to make significant judgements concerning the identification of impairment indicators, such as changes in the expectations of growth, increased cost of capital and other factors that may indicate impairment.

Where an indication of impairment exists, a formal estimate of the recoverable amount is made at the reporting period. No impairment indicators were noted during the current period for all the CGUs.

Intellectual property and other intangible assets relate primarily to Devico acquisition (completed in February 2023), MinePortal acquisition (completed in September 2021) and aiSIRIS and aiSWYFT acquired in the acquisition of AusSpec International Limited (completed July 2020).

The Group continues to progress the development of these intellectual properties. Management assesses the recoverability of the associated intangible assets at each reporting date as these technologies progress towards commercialisation.

At 31 December 2023, the Group held intangible assets not yet available for use of $19.0 million, which were acquired in the MinePortal acquisition (completed September 2021). These assets are not amortised until they are capable of operating in the manner intended for use by management.

IMDEX has not identified any impairment triggers at the balance sheet date.

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7. Acquisitions of subsidiaries

On 28 February 2023 (Completion), the Group acquired 100 per cent of the issued share capital of Devico AS ("Devico"), incorporated and headquartered in Norway. Finalisation of the purchase price accounting was completed within the 12-month measurement period, resulting in retrospective changes to the provisional fair values presented in the 30 June 2023 Financial Report.

Details of the revised net identifiable assets and goodwill are as follows:

	Final $'000	Provisional $'000	Change $'000
Consideration			
Cash	322,408	322,408	-
Equity instruments	12,990	12,990	-
Total consideration	335,398	335,398	-
Fair value of net assets of business acquired			
Cash	17,113	17,113	-
Trade and other receivables	13,666	13,666	-
Inventory	9,393	10,563	(1,170)
Tax receivables	834	979	(145)
Other current assets	1,655	1,655	-
Property, plant and equipment ("PPE")	8,108	8,417	(309)
Right-of-use assets	7,437	7,437	-
Intangibles	97,200	97,200	-
Deferred tax assets	2,873	2,278	595
Trade and other payables	(7,236)	(6,732)	(504)
Lease liabilities	(7,437)	(7,437)	-
Borrowings	(8,814)	(8,814)	-
Deferred tax liability	(29,160)	(29,160)	-
Provisions	(1,050)	(1,050)	-
Tax liabilities	(6,622)	(3,680)	(2,942)
Total fair value of net assets of business acquired	**97,960**	**102,435**	(4,475)
Goodwill arising on acquisition	237,438	232,963	4,475

The finalisation of acquisition accounting resulted in a number of fair value adjustments completed during the measurement period, including the review of inventory provision, impairment on the PPE, retention bonus and review of the tax provision relating to potential historical tax risks in South America.

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8. Individually significant items

Profit after tax includes the following expenses whose disclosure is relevant in explaining the financial performance of the Group:

Half-Year Ended 31 Dec 2023	Gross $'000	Tax $'000	Net $'000
Devico integration and organisation design costs	6,726	(2,017)	4,709
Impairment expenses	7,366	-	7,366
Total individually significant items	**14,092**	**(2,017)**	**12,075**

- Devico integration and organisation design costs include integration plus org design activities and associated KMP retention costs as well as KMP incentives.
- Impairment loss is related to the assets classified as held for sale associated with the MAGHAMMER technology (refer to note 11).

Half-Year Ended 31 Dec 2022	Gross $'000	Tax $'000	Net $'000
Exceptional legal costs	9,400	(2,820)	6,580
Total individually significant items	**9,400**	**(2,820)**	**6,580**

- Exceptional litigation costs of $9.4 million have been incurred in prior period, relating to costs incurred in respect of international IP infringement matters.

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9. Borrowings

	Note	31 Dec 2023 $'000	30 Jun 2023 $'000
Current borrowings - secured			
Secured			
JP Morgan Australia		28,000	28,000
		28,000	28,000
Non-current borrowings - secured			
Commonwealth Bank of Australia		-	12,542
JP Morgan Australia		68,071	82,506
		68,071	95,048
		96,071	**123,048**

The facilities are secured against the assets of key entities across the IMDEX group, located across Australia, New Zealand, Europe and the Americas, and subject to typical financial covenants. The Company repaid the borrowings of Commonwealth Bank of Australia and made the draw down of US$8.4 million (A$12.5 million) from JP Morgan Australia (Facility B). The JP Morgan Australia facility is due to expire on 19 January 2026 (Facility A) and 19 January 2027 (Facility B).

10. Assets classified as held for sale

At 30 June 2023 the Group had taken the decision to pursue divestment options for the commercialisation of the MAGHAMMER technology which resulted in the major classes of assets associated with the MAGHAMMER technology being classified as held for sale. During the current period, the Group continued to progress the divestment of MAGHAMMER however the intended sales did not occur. Growing uncertainty in global macro conditions plus increasing funding costs and inflationary pressures in 1H24 saw interest levels to acquire the technology at this time decline from initial positive indications reflective of the technical merit of the technology earlier in the year.

Acknowledging the conditions are not conducive to a sale at this time, as a result, the Group has recognised an impairment loss on the carrying value of the major classes of assets associated with the MAGHAMMER technology as outlined below:

	Notes	31 Dec 2023 $'000	30 Jun 2023 $'000
Assets			
Intangible assets		6,970	6,970
Inventory		396	381
Impairment loss		(7,366)	-
Total assets classified as held for sale		-	7,351

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11. Contingent liabilities and contingent assets

The Group is party to legal proceedings and claims which arise in the normal course of business. Any liabilities may be mitigated by legal defences, insurance, and third-party indemnities. Unless recognised as a provision, management do not consider it to be probable that they will require settlement at the Group's expense.

(i) Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably.

A Federal Court judgement was delivered on the 12 July 2022 relating to a case whereby the Group was seeking to invalidate a Globaltech Corporation Pty Ltd patent. The Group was unsuccessful in its petition to the court, with the patent being upheld.

In June 2023, the appeal on the Globaltech Corporation patent was heard by the Full Federal Court. In November 2023, the Full Federal Court handed down its decision, in which it did not uphold IMDEX's appeal regarding the infringement claim. Settlement of the costs for the appeal was agreed by the parties as $0.1 million.

Whilst the outcome of these legal proceedings are, by their nature, uncertain, the Directors do not currently anticipate that the outcome of the proceedings either individually or in aggregate will have a material adverse effect on the Group's financial position, therefore, an estimate of the financial effect of this matter has not been provided.

(ii) Contingent assets

A contingent asset is a possible asset that arises from past events whose existence will be confirmed by the occurrence or non- occurrence of one or more uncertain future events beyond the control of the Group. The Group does not recognise contingent assets but discloses its existence where inflows of economic benefits are probable, but not virtually certain.

A subsidiary of the Group (Australian Mud Company Pty Ltd or "AMC") is currently a party to litigation in relation to infringement of patents by a third party. The courts have found in favour of AMC on the matter and the company is awaiting an outcome on the quantum of the financial settlement.

Whilst the outcome of these legal proceedings are, by their nature, uncertain, the Directors do not currently anticipate that the outcome of the proceedings either individually or in aggregate will have a material adverse effect on the Group's financial position, therefore, an estimate of the financial effect of this matter has not been provided.

12. Subsequent events

No matters or circumstances have arisen since the end of the half-year which will significantly affect or may significantly affect the state of affairs or operations of the reporting entity in future financial periods.

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