

Appendix 4E

Preliminary final report

1. Company Details

Name of entity		
ENERGY TECHNOLOGIES LIMITED		
ABN or equivalent company reference	Financial year ended ('current period')	Financial year ended ('previous period')
38 002 679 469	30 June 2024	30 June 2023

2. Results for announcement to the market

			\$A'000
2.1 Revenues from operating activities	Down	17%	to 12,899
2.2 Profit from operating activities after tax attributable to members	Up	31%	to (10,537)
2.3 Profit for the period attributable to members	Up	31%	to (10,537)
2.4 Dividends	Amount per security	Franked amount per security	
Final dividend	NIL	NIL	
Interim dividend	NIL	NIL	
2.5 Record date for determining entitlements to the dividend	Not applicable		
2.6 Brief explanation of any of the figures in 2.1 to 2.4 necessary to enable the figures to be understood:			
Energy Technologies Limited (EGY) has reported a consolidated loss for the year after tax and minority interests of \$10,537,212 (FY2023 loss of \$15,344,996).			
The FY2024 results include a loss after tax of \$9,002,326 (FY2023 loss of \$14,127,919) reported by subsidiary Bambach Wires and Cables Pty Ltd (BWC). The FY2023 result included a \$5,194,327 impairment of the carrying value of intangible development assets and purchased intellectual property.			
There will be further discussion of the result below.			

### 3. Details of Individual and Total Dividends

		Date dividend is payable	Amount per security	Franked amount per security at 30% tax	Amount per security of foreign source dividend
	<b>Final dividend:</b>				
	Current year		-¢	-¢	-¢
	Previous year		-¢	-¢	-¢
	<b>Interim dividend:</b>				
	Current year		-¢	-¢	-¢
	Previous year		-¢	-¢	-¢

#### Total dividend per security (interim plus final)

	Current year	Previous year
Ordinary securities	-¢	-¢
Preference securities	-¢	-¢

### 4. Dividend reinvestment plan

Details of any dividend reinvestment plans in operation:

N/A

The last date for the receipt of an election notice for participation in any dividend or distribution reinvestment plan:

N/A

### 5. Statement of retained earnings

	Current period - \$A'000	Previous corresponding period - \$A'000
Accumulated losses at the beginning of the financial year	(47,163)	(31,818)
Net loss attributable to members	(10,537)	(15,345)
<b>Accumulated losses at the end of the financial year</b>	<b>(57,700)</b>	<b>(47,163)</b>

#### 6.1 Net Tangible Asset backing

	Current period	Previous corresponding period
Net tangible asset* backing per ordinary security	(\$0.01)	\$0.011

\* Net tangible assets calculations above include the right-of use assets and lease liabilities.

**6.2 Earnings per security (EPS)**

	Current period	Previous corresponding period
Basic EPS (cents)	(3.0)	(5.2)
Net loss after tax for the period attributable to members (\$'000s)	(10,537)	(15,345)
Weighted average number of ordinary securities	348,961,286	292,875,846

**7. Details of entities over which control has been gained or lost during the period**

7.1 A Name of entity No entities were acquired during the period

7.2 A Date from which control was gained

7.3 A Where material to an understanding of the report – the contribution of such entities to the reporting entity's profit from operating activities during the period and the profit or loss of such entities during the whole of the previous corresponding period

7.1 B Name of entities No entities were disposed of during the period

7.2 B Date from which control was gained / lost

7.3 B Where material to an understanding of the report – the contribution of such entities to the reporting entity's profit from operating activities during the period and the profit or loss of such entities during the whole of the previous corresponding period

**8. Details of Associates and Joint Ventures:**

<i>Name of entity</i>	<i>Percentage holding 30 June 2024</i>	<i>Percentage holding 30 June 2023</i>
N/A		

8.1 Where material to an understanding of the report - aggregate share of profits (losses) of these entities, details of contributions to net profit for each of these entities, and with comparative figures for each of these disclosures for the previous corresponding period:

## 9 - Comments by directors

EGY has reported a consolidated loss after tax and minorities for FY2024 of \$10,537,212 (FY2023 loss after tax and minorities \$15,344,996). Wholly owned subsidiary Bambach Wires and Cables Pty Ltd (Bambach) reported a loss after tax of \$9,002,326 (FY2023 loss \$14,127,919).

During the period, the company resolved to change the business strategy. Post a wide-ranging review, the company moved to de-risk the company away from its reliance on manufacturing. The company signed a distribution agreement with Gantner to provide renewable energy solutions in Australia and New Zealand, engaged with overseas manufacturers and agreed supply agreements for purchased sales of Low Voltage cables and ancillary products and implemented the internal manufactured strategy of concentrating the operations to high margin low-voltage production.

While this has resulted in the short term revenue decline as experienced in the last quarter of the Financial Year, it provides the company with better financial controls on outgoing operational cash flow.

Pleasingly, albeit small, the company has now generated sales in both the Purchased Sales division and the Renewable Energy space. While the manufacturing division will continue to provide regular cash flow generation, the two new divisions will be concentrated around tender wins on larger scale contracts.

The company is buoyed by these small, short term results and looks forward to the second half of FY25 once the strategic pivot in operations is finalised.

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

- |                                     |                                                                        |                          |                                                            |
|-------------------------------------|------------------------------------------------------------------------|--------------------------|------------------------------------------------------------|
| <input type="checkbox"/>            | The accounts have been audited.                                        | <input type="checkbox"/> | The accounts have been subject to review.                  |
| <input checked="" type="checkbox"/> | The accounts are in the process of being audited or subject to review. | <input type="checkbox"/> | The accounts have <i>not</i> yet been audited or reviewed. |

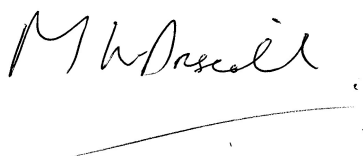
11. Description of likely dispute or qualification if the accounts have not yet been audited or subject to review or are in the process of being audited or subjected to review:

The Preliminary Financial Report is based on the Group's 2024 annual financial report, the accounts of which are in the process of being audited. No matters have arisen thus far which would result in a dispute or qualification in the current year.

12. Description of dispute or qualification if the accounts have been audited or subject to review:

N/A

Sign here:



Print name: Matthew Driscoll  
Director

Date: 29 August 2024

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# ENERGY TECHNOLOGIES LIMITED

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the year ended 30 June 2024

		CONSOLIDATED	
	Notes	2024	2023
CONTINUING OPERATIONS		\$'000	\$'000
Sale of goods	2a	12,899	15,535
Cost of sales	3	(14,171)	(15,766)
Gross (loss) / profit		(1,272)	(231)
Other revenue	2b	173	65
Marketing expenses		(19)	(8)
Occupancy expenses		(151)	(104)
Administrative expenses		(4,881)	(5,108)
Finance costs	3	(2,258)	(2,094)
Depreciation and amortisation expenses	3	(1,708)	(2,482)
Impairment of intangible assets		-	(5,194)
Other expenses		(217)	(231)
LOSS FOR THE YEAR BEFORE INCOME TAX		(10,333)	(15,387)
Income tax (expense) / benefits		(206)	43
LOSS FOR THE YEAR AFTER INCOME TAX		(10,539)	(15,344)
LOSS / (PROFIT) ATTRIBUTABLE TO MINORITY INTEREST		2	(1)
LOSS ATTRIBUTABLE TO MEMBERS OF ENERGY TECHNOLOGIES LIMITED		(10,537)	(15,345)

The accompanying notes form part of these financial statements.

# ENERGY TECHNOLOGIES LIMITED

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the year ended 30 June 2024

	CONSOLIDATED	
	2024	2023
	\$'000	\$'000
<b>LOSS FOR THE YEAR</b>	<b>(10,539)</b>	<b>(15,344)</b>
<b>OTHER COMPREHENSIVE INCOME FOR THE YEAR AFTER TAX:</b>		
Items that will be reclassified subsequently to profit or loss when specific conditions are met:		
Movement in foreign exchange relating to translation of controlled foreign entities	-	(4)
Exchange difference on foreign exchange relating to minorities	-	(4)
Revaluation of Plant and Equipment to fair value (net of deferred tax)	185	-
<b>TOTAL OTHER COMPREHENSIVE INCOME / (LOSS)</b>	<b>185</b>	<b>(8)</b>
<b>TOTAL COMPREHENSIVE LOSS FOR THE YEAR</b>	<b>(10,354)</b>	<b>(15,352)</b>
<b>TOTAL COMPREHENSIVE LOSS ATTRIBUTABLE TO:</b>		
Members of the parent entity	(10,352)	(15,349)
Minority equity interest	(2)	(3)
	<b>(10,354)</b>	<b>(15,352)</b>
<b>Earnings per Share</b>		
From continuing operations:		
• Basic loss per ordinary share (cents)	(3.0)	(5.2)
• Diluted loss per ordinary share (cents)	(3.0)	(5.2)

The accompanying notes form part of these financial statements.

# ENERGY TECHNOLOGIES LIMITED

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2024

		CONSOLIDATED	
	Notes	2024 \$'000	2023 \$'000
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		67	49
Trade and other receivables		2,158	2,791
Inventories		4,832	5,279
Other current assets		89	252
<b>TOTAL CURRENT ASSETS</b>		<b>7,146</b>	<b>8,371</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	5	9,710	9,805
Right of use assets	6	3,051	2,782
Intangibles		119	12
Deferred tax assets		-	206
Other non-current assets		102	101
<b>TOTAL NON-CURRENT ASSETS</b>		<b>12,982</b>	<b>12,906</b>
<b>TOTAL ASSETS</b>		<b>20,128</b>	<b>21,277</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		2,519	2,326
Borrowings	7	6,283	10,228
Short-term provisions		837	859
Lease liabilities	6	764	820
<b>TOTAL CURRENT LIABILITIES</b>		<b>10,403</b>	<b>14,233</b>
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	7	10,875	1,469
Lease liabilities	6	2,634	1,824
Long-term provisions		27	25
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>13,536</b>	<b>3,318</b>
<b>TOTAL LIABILITIES</b>		<b>23,939</b>	<b>17,551</b>
<b>NET ASSETS / (LIABILITIES)</b>		<b>(3,811)</b>	<b>3,726</b>
<b>EQUITY</b>			
Issued capital	8	48,055	45,239
Reserves		5,963	5,778
Share based payment reserve		496	496
Accumulated losses		(57,700)	(47,163)
<b>Parent interest</b>		<b>(3,186)</b>	<b>4,350</b>
Minority interest		(625)	(624)
<b>TOTAL EQUITY / (DEFICIENCY IN EQUITY)</b>		<b>(3,811)</b>	<b>3,726</b>

The accompanying notes form part of these financial statements



**ENERGY TECHNOLOGIES LIMITED****CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

As at 30 June 2024

	Issued Capital	Reserves	Share Based Payment Reserve	Accumulated Losses	Minority Interest	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Balance at 1 July 2022</b>	41,769	5,782	680	(31,818)	(621)	15,792
<b>Comprehensive income</b>						
(Loss) for the year	-	-	-	(15,345)	1	(15,344)
Other comprehensive loss for the year	-	(4)	-	-	(4)	(8)
<b>Total comprehensive loss for the year</b>	-	(4)	-	(15,345)	(3)	(15,352)
<b>Transactions with owners, in their capacity as owners, and other transfers</b>						
Contributions of equity – net of capital raising costs	3,250	-	-	-	-	3,250
Unlisted share options	-	-	36	-	-	36
Unlisted share options – expired	220	-	(220)	-	-	-
<b>Total transaction with owners, in their capacity as owners, and other transfers</b>	3,470	-	(184)	-	-	3,286
<b>Balance at 30 June 2023</b>	45,239	5,778	496	(47,163)	(624)	3,726
<b>Comprehensive income</b>						
(Loss) for the year	-	-	-	(10,537)	(1)	(10,538)
Other comprehensive income for the year	-	185	-	-	-	185
<b>Total comprehensive income for the year</b>	-	185	-	(10,537)	(1)	(10,353)
<b>Transactions with owners, in their capacity as owners, and other transfers</b>						
Contributions of equity - net of capital raising costs	2,816	-	-	-	-	2,816
<b>Total transaction with owners, in their capacity as owners, and other transfers</b>	2,816	-	-	-	-	2,816
<b>Balance at 30 June 2024</b>	48,055	5,963	496	(57,700)	(625)	(3,811)

The accompanying notes form part of these financial statements.

## ENERGY TECHNOLOGIES LIMITED

### CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30 June 2024

		CONSOLIDATED	
	Notes	2024	2023
		\$'000	\$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers		14,866	16,591
Receipts from Government Grants - R & D grant		-	1,122
Receipts from Government Grants – wages subsidies		28	21
Interest Received		1	1
Payments to suppliers and employees		(19,991)	(22,783)
Finance costs		(2,121)	(1,948)
NET CASH (OUTFLOW) FROM OPERATING ACTIVITIES	4	(7,217)	(6,996)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds from sale of property, plant and equipment		34	-
Purchases of property, plant and equipment		(93)	(1,094)
Proceeds from government grants		-	432
NET CASH (OUTFLOW) FROM INVESTING ACTIVITIES		(59)	(662)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from issue of shares		2,954	3,400
Less outflows of raising capital		(138)	(151)
Proceeds from convertible notes		6,812	4,600
Proceeds from borrowings		200	8,354
Repayment of borrowings		(1,697)	(7,268)
Repayment of lease liabilities		(787)	(795)
Repayment of convertible notes		(50)	-
Repayment of loan from director		-	(515)
NET CASH INFLOW FROM FINANCING ACTIVITIES		7,294	7,625
<b>NET INCREASE (DECREASE) IN CASH HELD</b>			
		18	(33)
Add: Opening cash brought forward		49	82
<b>CLOSING CASH AT THE END OF THE YEAR</b>		67	49

The accompanying notes form part of these financial statements.

# ENERGY TECHNOLOGIES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 June 2024

### 1. BASIS OF PREPARATION

#### a) Basis of preparation

The preliminary final report does not include all the notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the full financial report.

The preliminary final report should be read in conjunction with the half-year financial report of Energy Technologies Limited as at 31 December 2023. It is also recommended that the financial report be considered together with any public announcements made by Energy Technologies Limited and its controlled entities during the year ended 30 June 2024 in accordance with the continuous disclosure requirements arising under the *Corporations Act 2001*.

This preliminary final report has been prepared in accordance with the requirements of the Australian Securities Exchange listing rules.

This preliminary final report does not constitute the full financial report for the year ended 30 June 2024.

#### b) Going Concern

This report has been prepared on a going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business.

The consolidated entity incurred a loss after tax and excluding minority interest of \$10,537,212 (June 2023: loss of \$15,344,996). During the year the group generated negative cash flows from operations of \$7,217,625 (June 2023: negative \$6,996,441). This loss includes an inventory write down of \$528,409 for the year (FY2023: \$798,286) following a further detailed review of inventory including slow-moving stock.

At 30 June 2024 the consolidated entity had a deficiency in net assets of \$3,810,533 (June 2023: positive \$3,726,281). The June 2024 net assets include intangible assets of \$119,089 (FY2023: \$12,498). The deferred tax asset in the 2023 financial statements of \$205,515 has been fully impaired at 30 June 2024. The consolidated entity's current liabilities exceed its current assets by \$3,257,891 (2023: \$5,861,503). Included in current liabilities are employee entitlements of \$836,614 which are not expected to be settled in cash in full within the next twelve months. In addition, included in current liabilities are convertible notes of \$1,600,000, the terms of which is that these mature within twelve months or such later date as is agreed in writing between the parties. Furthermore, current liabilities include an amount of \$190,000 owing to a director, the terms of which is that the amount matures as is agreed in writing between the parties.

These conditions give rise to a material uncertainty that may cast significant doubt upon the Consolidated Entity's ability to continue as a going concern.

The Directors believe, notwithstanding the above financial performance, position and operating cash outflows, this result, along with funding raised post the reporting date (refer to note 10 on subsequent events), as well as its track record of raising capital is not a cause of concern considering the results for the year ended 30 June 2024 were:

- in part affected by staff retention issues;
- impacted by continuing transitional issues in the relocation, expansion and then fully commissioning of the new manufacturing facility in Rosedale, regional Victoria;
- impacted by delays in the construction of the new silicone line shed, which is expected to be completed during the 2025 financial year;
- impacted by the factory not operating at full capacity, albeit that it is now close to being fully operational; and
- cash constraints which impacted the supply of raw material.

The Directors' are of the view that once capacity levels are reached at Rosedale, positive cash flows from operations will occur.

## ENERGY TECHNOLOGIES LIMITED

### NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 June 2024

#### b) Going Concern (continued)

The Director's also note the following:

- A contributing factor to the decline in revenue in FY2024 was the company's change in business planning. The business is now focusing on maintaining safe manufacturing margins supported by a focus on the renewable energy sector and purchased product to sell into previously manufactured product clients. This resulted in a shift in capital employed to re-position the factory while investing in the lateral business opportunities;
- As announced in December 2023, the company has revised its business strategy to include purchased imported product delivered into the domestic market;
- In addition, in May 2024 the company announced its first distribution agreement signing, further expanding its sales opportunities and ability to provide end to end solutions to the market;
- The current sales order book remains strong;
- Convertible notes of \$6,811,500 were raised during the year of which \$50,000 were redeemed;
- A capital raising of \$3.0m by way of a placement of new shares during the period (refer note 8); and
- As part of their assessment of impairment to assets, management have reviewed the carrying values of all underlying assets. Plant and equipment was revalued at 30 June 2024, and was revalued at \$9,140,994 (excluding Capital Work in progress), which is \$185,543 higher than the previously recorded amount.

Matters already occurred post the reporting date:

- Further working capital has been provided by way of unsecured loans of \$950,000 received post balance date (refer note 10); and
- The potential to raise additional capital (as and when required).

Matters expected to occur in the view of the Directors:

- The Group has maintained ongoing support from its financiers and shareholders throughout 2024 and in the period subsequent to the date of this report;
- The potential to renegotiate and or extend debt facilities;
- The potential to raise additional capital, including the issue of further additional convertible notes (as and when required); and
- As is prudent for a Group of this size, and consistent with the factors noted in the points in para 1(b) above, the directors continue to manage the working capital and capital expenditure requirements in the best interests of shareholders. This includes the preparation, and review of cash flow forecasts and other longer-term projections which in the view of the Directors align with the strategy of the Group to achieve growth predominantly through the Rosedale facility operating at higher production capacity levels.

Management have prepared a cash flow projection (including the above assumptions) for the period to 30 September 2025 and a FY2024-25 budget that supports the ability of the consolidated entity to continue as a going concern. As a consequence of these matters, the Directors believe the consolidated entity will continue as a going concern and it is appropriate to prepare these financial statements on that basis.

In the event that the consolidated entity is unable to achieve the matters detailed above, it may not be able to continue as a going concern and therefore the consolidated entity may not be able to realise its assets and extinguish its liabilities in the ordinary course of operations and at the amounts stated in the financial statements.

No adjustments have been made to the recoverability and classification of recorded asset values and the amount and classification of liabilities that might be necessary should the consolidated entity and company not continue as going concerns.

**ENERGY TECHNOLOGIES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended 30 June 2024

**CONSOLIDATED**

**2024**                      **2023**  
**\$'000**                      **\$'000**

**2. REVENUES FROM CONTINUING OPERATIONS**

**a) Revenue from continuing operations**

Sale of goods transferred at a point in time	<u>12,899</u>	<u>15,535</u>
	<u>12,899</u>	<u>15,535</u>

**b) Other revenues from continuing operations**

R&D Grant	31	-
Finance revenue	1	1
Other income	<u>141</u>	<u>64</u>
	<u>173</u>	<u>65</u>

<b>Total revenue and other revenue from continuing operations</b>	<u><b>13,072</b></u>	<u><b>15,600</b></u>
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## ENERGY TECHNOLOGIES LIMITED

### NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 June 2024

#### CONSOLIDATED

2024 2023  
\$'000 \$'000

#### 3. EXPENSES

Included in the determination of net profit / (loss) before tax from continuing operations are the following expenses.

##### Cost of Sales:

Cost of Goods Sold	8,696	10,411
Factory direct expenses less recovery	3,678	2,999
Freight	687	761
Inventory write down and manufacturing variances	1,110	1,595
	<u>14,171</u>	<u>15,766</u>

Gross Profit % - pre inventory write down (1.3%) 8.8%

##### Depreciation and amortisation of non-current assets:

Plant and equipment	819	904
Building and leasehold improvements	86	48
Furniture, fixtures and fittings	7	37
Motor vehicles	6	9
Computer equipment	8	8
Intangibles amortisation	71	771
Right of use asset depreciation	711	705
Total depreciation and amortisation of non-current assets	<u>1,708</u>	<u>2,482</u>

##### Borrowing costs expensed:

Borrowing expense	192	841
Interest expense	1,929	1,108
Lease finance charges	137	145
	<u>2,258</u>	<u>2,094</u>

Superannuation contributions	302	285
Impairment of intangible assets	-	5,194

##### Operating lease rental expense:

Minimum lease payments – short term leases	<u>16</u>	<u>107</u>
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## ENERGY TECHNOLOGIES LIMITED

### NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 June 2024

	CONSOLIDATED	
	2024 \$'000	2023 \$'000
<b>4. STATEMENT OF CASH FLOWS</b>		
<b>Reconciliation of the net loss after tax to the net cash flows from operating activities</b>		
Loss after income tax	(10,539)	(15,344)
<b>Add/(less) non-cash items</b>		
Depreciation of non-current assets	926	1,006
Amortisation of intangible assets	71	771
Depreciation of right of use assets	711	705
Unrealised foreign exchange movements	1	(8)
Non-cash movement of intangible assets	(178)	5,194
Hire Purchase loan write back	(12)	(4)
Net loss on disposal of property, plant and equipment	35	2
Share-based payment	-	36
Hire purchase interest charges	-	3
Lease liability interest charges	137	145
Make good provision	10	-
<b>Changes in assets and liabilities</b>		
(Increase) / decrease in trade and other receivables	633	439
(Increase) / decrease in inventories	447	(183)
(Decrease) / Increase in trade and other payables	193	64
(Increase) / decrease in deferred tax asset	206	(44)
(Increase) / decrease in other-current assets	163	154
(Increase) / decrease in other-non-current receivables	(1)	30
Net movement in provisions for employee entitlements	(20)	38
<b>Net cash (outflow) from operating activities</b>	<b>(7,217)</b>	<b>(6,996)</b>

## ENERGY TECHNOLOGIES LIMITED

### NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 June 2024

	CONSOLIDATED	
	2024 \$'000	2023 \$'000
<b>5. PROPERTY, PLANT AND EQUIPMENT</b>		
<b>Leasehold Improvements</b>		
Leasehold improvements at independent valuation	1,026	625
Less: Accumulated depreciation	-	(153)
	<u>1,026</u>	<u>472</u>
<b>Plant &amp; Equipment</b>		
Plant and equipment at independent valuation	8,115	13,326
Less: Accumulated Impairment Losses	-	(614)
Less: Accumulated depreciation	-	(3,924)
	<u>8,115</u>	<u>8,788</u>
<b>Capital work in progress at Cost</b>	<u>569</u>	<u>545</u>
	<u>9,710</u>	<u>9,805</u>

#### Movement in Carrying Amounts

Movements in carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Capital Work In Progress \$'000	Leasehold Improvements \$'000	Plant and Equipment \$'000	Total \$'000
<b>Consolidated:</b>				
Carrying amount at the beginning of the year	545	472	8,788	9,805
Additions	24	-	69	93
Depreciation expense	-	(47)	(879)	(926)
Transfer from HP assets unencumbered	-	-	622	622
Loss on disposal	-	-	(35)	(35)
Proceeds from disposal	-	-	(34)	(34)
Revaluation to fair value	-	601	(416)	185
Carrying amount at the end of the year	<u>569</u>	<u>1,026</u>	<u>8,115</u>	<u>9,710</u>



**ENERGY TECHNOLOGIES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
For the year ended 30 June 2024

**CONSOLIDATED**

**2024**                      2023  
**\$'000**                      \$'000

**6. RIGHT OF USE ASSETS AND LEASE LIABILITIES**

**Right of Use Assets**

Office and factory premises	<b>4,891</b>	4,059
Less: Accumulated depreciation	<b>(2,068)</b>	(1,962)
	<b>2,823</b>	2,097
 Plant and equipment	 <b>276</b>	 964
Less: Accumulated depreciation	<b>(48)</b>	(279)
	<b>228</b>	685
	<b>3,051</b>	2,782

The consolidated entity has leased office premises under operating leases with various expiry dates, some with options to extend. The leases have various escalation clauses. On renewal, the terms of the leases are renegotiated.

**Reconciliations**

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

	<b>Office and Factory Premises</b>	<b>Plant and equipment</b>	<b>Total</b>
<b>2024</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Balance at the beginning of the financial year	2,097	685	2,782
Additions	1,326	276	1,602
Transfer to unencumbered assets	-	(622)	(622)
Depreciation expense	(600)	(111)	(711)
Balance at the end of the financial year	<b>2,823</b>	<b>228</b>	<b>3,051</b>

## ENERGY TECHNOLOGIES LIMITED

### NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 June 2024

		CONSOLIDATED	
		2024	2023
		\$'000	\$'000
<b>6. RIGHT OF USE ASSETS AND LEASE LIABILITIES (Cont'd)</b>			
<b>Lease Liabilities</b>			
<b>CURRENT</b>			
Lease liabilities		764	699
Hire purchase agreements		-	121
		<u>764</u>	<u>820</u>
<b>NON-CURRENT</b>			
Lease liabilities		2,634	1,716
Hire purchase agreements		-	108
		<u>2,634</u>	<u>1,824</u>
		<u>3,398</u>	<u>2,644</u>
<b>7. BORROWINGS</b>			
<b>CURRENT</b>			
<b>Secured Borrowings</b>			
Debtor finance facility	(a)	1,358	1,626
Trade finance facility	(b)	2,708	3,510
Grow Equipment finance loan	(d)	355	302
Procuret Equipment finance loan	(e)	72	-
Convertible notes	(f)	1,600	4,600
Executive and director loan	(c)	190	190
<b>Total Current Borrowings</b>		<u>6,283</u>	<u>10,228</u>
<b>NON-CURRENT</b>			
<b>Secured Borrowings</b>			
Convertible notes	(f)	9,762	-
Grow Equipment finance loan	(d)	1,051	1,469
Procuret Equipment finance loan	(e)	62	-
<b>Total Non-Current Borrowings</b>		<u>10,875</u>	<u>1,469</u>
<b>Total Borrowings</b>		<u>17,158</u>	<u>11,697</u>

## ENERGY TECHNOLOGIES LIMITED

### NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 June 2024

#### 7. BORROWINGS (Cont'd)

- a) Secured Debtor Finance Facility. Interest is charged on the facility at the base rate, currently 12.85% less margin rate of 1.85%. No maturity date.
- b) Secured Trade Finance Facility. Term Charges 5.85% per 120 days. No maturity date.
- c) Secured loan from director of EGY and subsidiary Bambach Wires and Cables Pty Ltd for \$190,000. Interest rate 10.00% per annum. Maturity Date is as agreed by the parties.
- d) Secured equipment finance loan with balance outstanding 30 June 2024 of \$1,405,623. Interest rate 13.81% per annum. Maturity date August 2027.
- e) Secured Equipment Finance loan with balance outstanding at the end of the quarter \$134,617. Interest rate 15.80% per annum and Lender Procure. Matures 5 March 2026.
- f) Convertible Notes issued of \$11,361,500 to noteholders. These notes have a face value of \$1.00, attract a coupon rate of 10% and are convertible at a share price of \$0.08 per note.

Of these notes \$600,000 matures in October 2024, \$1,000,000 matures in February 2025, and \$3,000,000 matures in October 2025. These notes amount to \$4,600,000 and interest is paid monthly.

The remaining notes amount to \$6,761,500, the funds of which were received from August 2023 to March 2024, mature twenty-four months from the issue date or such later date as is agreed in writing between the parties. Interest is payable on maturity.

- g) Summary of finance facilities in place at 30 June 2024:

Financing facilities:	Total facility amount at 30/06/2024 \$'000	Amount drawn at 30/06/2024 \$'000
Debtor finance and trade finance facility	8,100	4,066
Equipment Finance Loans	1,540	1,540
Convertible notes	11,362	11,362
Director loan	190	190
<b>Total financing facilities</b>	<b>21,192</b>	<b>17,158</b>
<b>Unused financing facilities available</b>		<b>\$4,034</b>

## ENERGY TECHNOLOGIES LIMITED

### NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 June 2024

			CONSOLIDATED	
8. CONTRIBUTED EQUITY			2024	2023
Issued capital			\$	\$
422,074,788 (337,659,830 – 2023) ordinary shares fully paid			<b>48,055,588</b>	45,239,038
Ordinary Shares			\$	\$
	2024 Number	2023 Number		
At the beginning of reporting period	<b>337,659,830</b>	272,275,214	<b>45,239,038</b>	41,768,876
13/05/2024 issued at \$0.035	<b>84,414,958</b>	-	<b>2,954,524</b>	-
08/03/2023 issued at \$0.052	-	65,384,616	-	3,400,000
Capital Transaction Costs	-	-	<b>(137,974)</b>	(150,081)
Unlisted share options – expired	-	-	-	220,243
At reporting date	<b>422,074,788</b>	337,659,830	<b>48,055,588</b>	45,239,038

On 13 May 2024 EGY issued 84,414,958 shares through a share placement. The issue price was \$0.035 per share.

Shares issued under the non-renounceable rights issue 14 October 2021 had 25,000,058 attaching listed options expiring 31 October 2024. The offer price for these options was \$NIL and the options have an exercise price of \$0.20.

### 9. SEGMENT REPORTING

#### Primary reporting - Business segments

The Group's primary business segment is Specialist and Industrial Cables and ancillary products. Therefore, the segment details are fully reflected in the results and balances reported in the Consolidated Statement of Profit or Loss and Consolidated Statement of Financial Position.

Management currently identifies the Group as one operating segment being Specialist and Industrial Cables and ancillary products. This segment is monitored by the Group's chief operating decision makers and strategic decisions are made on the basis of this segment result only.

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## ENERGY TECHNOLOGIES LIMITED

### NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 June 2024

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#### 10. SUBSEQUENT EVENTS

The following matters have occurred post reporting date:

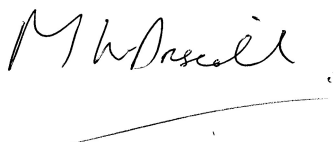
- Unsecured short-term loans issued of \$950,000 post the reporting date. These loans incur an interest rate of 18% per annum.

Other than this there has not arisen since the end of the financial year any other matter of circumstance which, in the opinion of the directors of the Company, significantly affects the operations of the Company, the results of those operations, or the state of affairs of the Company in subsequent financial years.

#### Compliance statement

1. Compliance with Australian Accounting Standards ensures that the financial statements and notes comply with International Financial Reporting Standards issued by the IASB.
2. This preliminary report, and the accounts upon which the report is based (if separate), use the same accounting policies.
3. This preliminary report does give a true and fair view of the matters disclosed.
4. The accounts are in the process of being audited.
5. The entity has a formally constituted audit committee.

Sign here:



Print name: Matthew Driscoll  
Director

Date: 29 August 2024