



RECTIFIER TECHNOLOGIES LTD

ABN: 82 058 010 692

**APPENDIX 4E
PRELIMINARY FINAL
REPORT
30 JUNE 2022**

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1. Company details

Name of entity:	Rectifier Technologies Ltd
ABN:	82 058 010 692
Reporting period:	For the year ended 30 June 2022
Previous period:	For the year ended 30 June 2021

2. Results for announcement to the market

			\$
Revenues from ordinary activities	up	22.9% to	16,303,329
Profit before income tax	up	19.2% to	1,231,874
Profit from ordinary activities after tax attributable to the owners of Rectifier Technologies Ltd	down	5.7% to	509,330
Profit for the year attributable to the owners of Rectifier Technologies Ltd	down	5.7% to	509,330

Dividends

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

Comments

The profit for the consolidated entity after providing income tax amounted to \$509,330 (30 June 2021: \$540,379).

The total revenues increased by approximately 22.9% to \$16,303,329 compared to \$13,266,295 in the previous reporting period. The Company reported a higher profit before tax of \$1,231,874 compared to approximately \$1,033,685 during the last reporting period. The increase in revenue and profit from 30 June 2022 was mainly due to the sales increase in the electric vehicle chargers market and the global economy's recovery from the impact of the COVID-19 pandemic. We have successfully managed the business growth during the COVID interruption and global supply chain issues in FY2022 and will continue to grow our business in 2023.

3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	0.70	0.60

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.

Previous period

The company declared to pay a 0.1 cent per share fully franked dividend on 31 August 2020.

The total amount of \$1,375,701 was paid to shareholders on 8 December 2020.

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 are in the process of being audited and an unmodified opinion is expected to be issued.

11. Attachments

Details of attachments (if any):

The Appendix 4E Preliminary Final of Rectifier Technologies Ltd for the year ended 30 June 2022 is attached.

12. Signed

Signed



Yanbin Wang
Chief Executive Officer
Melbourne

Date: 31 August 2022

Rectifier Technologies Ltd
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2022



	Note	Consolidated 2022 \$	2021 \$
Revenue			
	1	14,761,523	11,841,712
Other income	2	1,535,954	1,415,332
Interest revenue		5,852	9,251
Expenses			
Changes in inventories of finished goods and work in progress		2,097,687	(424,565)
Raw materials and consumables used		(7,656,716)	(4,022,084)
Employee benefits expense		(6,310,321)	(5,071,148)
Depreciation expense	3	(607,239)	(554,839)
Other expenses		(2,441,741)	(2,010,880)
Finance costs	3	(153,125)	(149,094)
Profit before income tax expense		1,231,874	1,033,685
Income tax expense		(722,544)	(493,306)
Profit after income tax expense for the year attributable to the owners of Rectifier Technologies Ltd		509,330	540,379
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation		166,439	(205,003)
Other comprehensive income for the year, net of tax		166,439	(205,003)
Total comprehensive income for the year attributable to the owners of Rectifier Technologies Ltd		<u>675,769</u>	<u>335,376</u>
		Cents	Cents
Basic earnings per share		0.04	0.04
Diluted earnings per share		0.04	0.04

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

Rectifier Technologies Ltd
Statement of financial position
As at 30 June 2022



	Note	Consolidated 2022 \$	2021 \$
Assets			
Current assets			
Cash and cash equivalents	4	7,295,534	6,241,106
Trade and other receivables		2,910,217	1,728,532
Inventories		5,877,879	1,906,090
Current tax assets		734,150	1,066,189
Total current assets		<u>16,817,780</u>	<u>10,941,917</u>
Non-current assets			
Property, plant and equipment		5,491,921	5,325,405
Intangibles		94,859	106,048
Deferred tax assets		573,003	464,209
Total non-current assets		<u>6,159,783</u>	<u>5,895,662</u>
Total assets		<u>22,977,563</u>	<u>16,837,579</u>
Liabilities			
Current liabilities			
Trade and other payables		5,549,921	2,649,978
Borrowings		1,122,142	154,710
Lease liabilities		212,781	295,410
Current tax liabilities		808,342	934,751
Employee benefits		933,573	747,547
Total current liabilities		<u>8,626,759</u>	<u>4,782,396</u>
Non-current liabilities			
Borrowings		4,151,846	2,439,390
Lease liabilities		457,534	588,464
Deferred tax liabilities		312,953	271,675
Employee benefits		56,389	59,341
Total non-current liabilities		<u>4,978,722</u>	<u>3,358,870</u>
Total liabilities		<u>13,605,481</u>	<u>8,141,266</u>
Net assets		<u>9,372,082</u>	<u>8,696,313</u>
Equity			
Issued capital		39,992,575	39,992,575
Reserves		633,264	466,825
Accumulated losses		<u>(31,253,757)</u>	<u>(31,763,087)</u>
Total equity		<u>9,372,082</u>	<u>8,696,313</u>

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

Rectifier Technologies Ltd
Statement of changes in equity
For the year ended 30 June 2022



Consolidated

	Issued capital \$	Reserves \$	Accumulated losses \$	Total equity \$
Balance at 1 July 2020	39,851,775	671,828	(30,927,765)	9,595,838
Profit after income tax expense for the year	-	-	540,379	540,379
Other comprehensive income for the year, net of tax	-	(205,003)	-	(205,003)
Total comprehensive income for the year	-	(205,003)	540,379	335,376
<i>Transactions with owners in their capacity as owners:</i>				
Contributions of equity, net of transaction costs	140,800	-	-	140,800
Dividends paid	-	-	(1,375,701)	(1,375,701)
Balance at 30 June 2021	<u>39,992,575</u>	<u>466,825</u>	<u>(31,763,087)</u>	<u>8,696,313</u>

Consolidated

	Issued capital \$	Reserves \$	Accumulated losses \$	Total equity \$
Balance at 1 July 2021	39,992,575	466,825	(31,763,087)	8,696,313
Profit after income tax expense for the year	-	-	509,330	509,330
Other comprehensive income for the year, net of tax	-	166,439	-	166,439
Total comprehensive income for the year	-	166,439	509,330	675,769
Balance at 30 June 2022	<u>39,992,575</u>	<u>633,264</u>	<u>(31,253,757)</u>	<u>9,372,082</u>

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

Rectifier Technologies Ltd
Statement of cash flows
For the year ended 30 June 2022



	Note	Consolidated 2022 \$	2021 \$
Cash flows from operating activities			
Receipts from customers		16,257,817	13,640,920
Payments to suppliers and employees		(17,230,486)	(11,515,086)
Government grants (COVID-19)		-	435,900
Interest received		6,091	16,984
Finance costs		(147,406)	(149,094)
Income taxes refunded/(paid)		387,984	(832,165)
Net cash from/(used in) operating activities	5	(726,000)	1,597,459
Cash flows from investing activities			
Payments for property, plant and equipment		(629,211)	(570,904)
Proceeds from disposal of property, plant and equipment		-	126
Net cash used in investing activities		(629,211)	(570,778)
Cash flows from financing activities			
Proceeds from issue of shares		-	140,800
Proceeds from borrowings		3,000,000	177,617
Dividends paid		-	(1,375,701)
Repayment of borrowings		(389,096)	(126,018)
Repayment of lease liabilities		(317,318)	(324,456)
Net cash from/(used in) financing activities		2,293,586	(1,507,758)
Net increase/(decrease) in cash and cash equivalents		938,375	(481,077)
Cash and cash equivalents at the beginning of the financial year		6,241,106	6,873,680
Effects of exchange rate changes on cash and cash equivalents		116,053	(151,497)
Cash and cash equivalents at the end of the financial year	4	<u>7,295,534</u>	<u>6,241,106</u>

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

Note 1. Revenue

	Consolidated	
	2022	2021
	\$	\$
Sale of goods	<u>14,761,523</u>	<u>11,841,712</u>

Note 2. Other income

	Consolidated	
	2022	2021
	\$	\$
Research and development tax rebate	1,055,657	877,691
Government grants (COVID-19)	38,851	435,900
Net foreign exchange gain	392,791	-
Other	<u>48,655</u>	<u>101,741</u>
Other income	<u>1,535,954</u>	<u>1,415,332</u>

Note 3. Expenses

	Consolidated	
	2022	2021
	\$	\$
Profit before income tax includes the following specific expenses:		
Cost of sales	<u>7,352,827</u>	<u>5,799,730</u>
<i>Depreciation</i>		
Depreciation and amortisation	<u>607,239</u>	<u>554,839</u>
<i>Finance costs</i>		
Interest and finance charges paid/payable on borrowings	104,930	86,269
Interest and finance charges paid/payable on lease liabilities	<u>48,195</u>	<u>62,825</u>
Finance costs expensed	<u>153,125</u>	<u>149,094</u>
Net foreign exchange loss	<u>-</u>	<u>457,220</u>
Research and development costs	<u>2,380,792</u>	<u>1,983,728</u>

Note 4. Cash and cash equivalents

	Consolidated	
	2022	2021
	\$	\$
<i>Current assets</i>		
Cash at bank	<u>7,295,534</u>	<u>6,241,106</u>

Note 5. Reconciliation of profit after income tax to net cash from/(used in) operating activities

	Consolidated	
	2022	2021
	\$	\$
Profit after income tax expense for the year	509,330	540,379
Adjustments for:		
Depreciation and amortisation	607,239	554,839
Provision for stock obsolescence	148,622	(60,182)
Unrealised currency (gain)/loss	(86,193)	179,255
Net loss/(gain) on sale/acquisition of assets	(34,956)	(19)
Capitalised interest	87,200	14,772
Change in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	(1,441,878)	1,238,435
Decrease/(increase) in inventories	(3,861,912)	551,026
Increase/(decrease) in net deferred tax assets	66,410	40,902
Increase/(decrease) in trade and other payables	2,746,773	(1,207,650)
Increase/(decrease) in provision for income tax	357,008	(390,722)
Increase in employee benefits	176,357	136,424
Net cash from/(used in) operating activities	<u>(726,000)</u>	<u>1,597,459</u>