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APPENDIX 4E

(UNAUDITED)

RightCrowd Limited and Controlled Entities
A.B.N. 20 108 411 427

FOR THE YEAR ENDED
30 JUNE 2023

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Appendix 4E

The following information meets the requirements of the Appendix 4E of RightCrowd Limited ('the Group' or 'the Company') for the financial year ended 30 June 2023.

The Appendix 4E covers the reporting period from 1 July 2022 to 30 June 2023. The previous corresponding period is 1 July 2021 to 30 June 2022.

Results for announcement to the market

Summary of financial information:

This Appendix has been prepared by considering the RightCrowd Workforce Access / Visitor Management and Presence Control businesses as Discontinued operations following the signing of the contract for sale with Bloom RC Holdings. The continuing operations consist of the Access Analytics business stream.

AUD \$'000's	1 July 2022 to 30 June 2023	1 July 2021 to 30 June 2022	Change (\$)	Change (%)
CONTINUING OPERATION				
Revenue from Continuing operations	371	98	273	279%
Profit/(loss) from ordinary activities after tax attributable to members	(1,241)	(1,691)	450	27%
Net profit/(loss) for the period attributable to members	(1,241)	(1,691)	450	27%
DISCONTINUED OPERATIONS				
Revenue from Discontinued operations	15,315	14,979	336	2%
Profit/(loss) from ordinary activities after tax attributable to members	(8,139)	(13,248)	5,109	39%
Net profit/(loss) for the period attributable to members	(8,139)	(13,248)	5,109	39%

Dividends

No dividend has been proposed or declared for the year ended 30 June 2023.

Commentary on Results for the Period

On the 30 June 2023 the Company signed a conditional Share Purchase Agreement with Bloom RC Holdings (Bloom) for the sale of the Workforce Access, Visitor Management and Presence Control businesses for \$13.5m. This was subject to shareholder approval at the EGM on 24th August 2023 and was approved by shareholders on that date. RightCrowd retains the SaaS-based earlier-stage, Access Analytics business and the completion of the transaction will allow it to focus on the rapidly

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growing, global Identity Governance and Cyber Security markets. As a result, the financial statements for the financial year ended 30 June 2023 and the comparative results have been prepared to separately disclose the part of the business which will be divested.

At a Group level, the Board is satisfied with the revenue performance of the business across all products combined, with revenue growing to \$15.7m in the year from \$15.1m in FY22. The drop in revenue from the Presence Control business has been more than offset by higher revenues generated by the Workforce Access and Access Analytics businesses. The Group generated approximately 25% more revenue in H2 than H1 (\$8.8m in H2 compared to \$6.9m in H1) of the financial year.

Annual Recurring Revenue (ARR) has also significantly improved during FY23 with \$11.45m at the end of the year compared to \$8.5m last year. Total Year-on-Year ARR growth is approximately 34%, although growth in ARR across Workforce Access and Access Analytics together was over 62%.

The business has managed to control its costs and excluding the costs of impairment in each year, the Group was able to reduce its total costs by over 9% from the previous year.

The divestment of the Physical Security related products to Bloom will provide the resources and focus required to allow the Access Analytics business to accelerate its growth into the Identity and Cyber security markets.

The ongoing, Access Analytics business is continuing to make progress in establishing a position in the Identity Governance and Cyber Security markets with revenue growing to \$371k from \$98k (FY22) and ARR to \$0.55m from \$0.1m. In addition to the sales achieved, several potential clients were well-progressed with proof-of-concept trials of the solution in their businesses.

Following shareholder approval of the sale of the Physical Security related products to Bloom, the company is working hard to complete all tasks necessary to enable completion of the sale to take place.

Financial Statements

Basis of Preparation

The financial statements have been prepared by applying Australian Accounting Standards Board, (AASB) mandatory Standards for the current reporting period but particularly note that the classifications, measurements and disclosures required by AASB 5 Non-current Assets Held for Sale and Discontinued Operations has been applied.

Status of Audit

The 30 June 2023 financial statements and accompanying notes for RightCrowd Limited are in the course of being audited and as such these results and financial disclosures may be subject to some adjustment upon completion of the audit.

Control Gained or Lost over Entities in the Year

No new group entities were acquired, nor entities sold / disposed, during the year ended 30 June 2023.

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**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME FOR THE YEAR ENDED 30 JUNE 2023**

	Note	Consolidated Group	
Continuing operations		2023 \$'000	2022 \$'000
Revenue	2	371	98
Other income	2	434	365
Employee benefits expense	3	(1,639)	(1,497)
Depreciation and amortisation expense	3	(40)	(36)
Impairment expense	3	-	-
Finance costs	3	(6)	(7)
Other expenses	3	(358)	(613)
Profit/(Loss) before income tax		(1,238)	(1,690)
Income Tax Expense	4	(3)	(1)
Net Profit/(Loss) for the year from continuing operations		(1,241)	(1,691)
Profit /(Loss) after income tax from discontinued operations	18	(8,139)	(13,248)
Profit / (Loss) after income tax attributable to operations		(9,380)	(14,939)
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss when specific conditions are met			
Exchange differences on translating foreign operations, net of tax		471	(471)
Total comprehensive loss for the year		(8,908)	(15,409)
Earnings per share for profit from continuing operations attributable to ordinary equity holders of the Company		\$	\$
Basic earnings per share	5	(0.005)	(0.006)
Diluted earnings per share	5	(0.005)	(0.006)
Earnings per share for profit from discontinued operations attributable to ordinary equity holders of the Company			
Basic earnings per share	5	(0.031)	(0.051)
Diluted earnings per share	5	(0.031)	(0.051)

The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the attached notes

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023

	Note	Consolidated Group	
		2023	2022
		\$'000	\$'000
ASSETS			
Cash and cash equivalents	6	192	4,684
Trade and other receivables	7	658	4,579
Inventories		-	1,346
Financial assets		-	69
Other assets	10	47	1,376
Assets classified as held for sale	18	10,175	-
TOTAL CURRENT ASSETS		11,072	12,053
Property, plant and equipment	8	60	1,912
Intangible assets and goodwill	9	-	4,673
TOTAL NON-CURRENT ASSETS		60	6,585
TOTAL ASSETS		11,132	18,638
LIABILITIES			
Trade and other payables	11	50	736
Borrowings	12	233	526
Other liabilities	13	375	2,915
Liabilities relating to assets held for sale	18	7,306	-
Tax liabilities		-	(5)
Provisions	14	311	2,070
TOTAL CURRENT LIABILITIES		8,275	6,242
Borrowings	12	74	1,122
Provisions	14	33	119
TOTAL NON-CURRENT LIABILITIES		107	1,241
TOTAL LIABILITIES		8,382	7,483
NET ASSETS		2,750	11,155
EQUITY			
Issued capital	15	56,133	56,133
Reserves		1,078	103
Accumulated Losses		(54,461)	(45,082)
TOTAL EQUITY		2,750	11,155

The above Consolidated Statement of Financial Position should be read in conjunction with the attached notes

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2023

	Note	Issued Capital	Accumulated Losses	Foreign Currency Translation Reserve	Share Based Payment Reserve	Total
		\$'000	\$'000	\$'000	\$'000	\$'000
Consolidated Group						
Balance at 1 July 2021		56,133	(30,154)	(663)	567	25,884
Comprehensive income						
(Loss) for the year continuing operations		-	(1,691)	-	-	(1,691)
(Loss) for the year discontinued operations		-	(13,248)	-	-	(13,248)
Other comprehensive income for the year		-	-	(471)	-	(471)
Total comprehensive income for the year		-	(14,939)	(471)	-	(15,410)
Transactions with owners, in their capacity as owners, and other transfers						
Share options and performance rights expensed during the year		-	-	-	681	681
Transfer of expired options		-	11	-	(11)	-
Total transactions with owners and other transfers		-	11	-	670	681
Balance at 30 June 2022		56,133	(45,082)	(1,134)	1,237	11,155
Balance at 1 July 2022		56,133	(45,082)	(1,134)	1,237	11,155
Comprehensive income						
(Loss) for the year continuing operations		-	(1,241)	-	-	(1,241)
(Loss) for the year discontinued operations		-	(8,139)	-	-	(8,139)
Other comprehensive income for the year		-	-	471	-	471
Total comprehensive income for the year		-	(9,379)	471	-	(8,908)
Transactions with owners, in their capacity as owners, and other transfers						
Share options expensed during the year		-	-	-	504	504
Total transactions with owners and other transfers		-	-	-	504	504
Balance at 30 June 2023		56,133	(54,461)	(663)	1,741	2,750

The above Consolidated Statement of Changes in Equity should be read in conjunction with the attached notes.

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CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2023

	Note	Consolidated Group	
		2023 \$'000	2022 \$'000
CONTINUING OPERATIONS			
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		479	52
Payments to suppliers and employees		(1,951)	(2,028)
Interest received		2	-
Finance costs		(2)	-
Income tax refunded (paid)		-	-
Grants received		365	307
Net cash from operating activities	6	(1,107)	(1,669)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(3)	-
Purchase of intangibles		-	-
Cash acquired from acquisition of subsidiaries		-	-
Net cash from investing activities		(3)	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings		1,400	-
Repayment of borrowings		(31)	-
Repayment of lease liabilities		(69)	-
Net cash from financing activities		1,300	-
Net increase / (decrease) in cash held		189	(1,669)
Effect of movements in exchange rates on cash held		36	(49)
Cash and cash equivalents at beginning of financial year		4,684	9,872
Cash flow from Continuing operations		225	(1,718)
Cash flow from Discontinued operations	18	(2,496)	(3,470)
Cash and cash equivalents at end of financial year	6	2,413	4,684

The above Consolidated Statement of Cash Flows should be read in conjunction with the attached notes.

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The consolidated financial statements and notes represent those of RightCrowd Limited and Controlled Entities (the "consolidated group" or "group").

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

Note 1: Summary of Significant Accounting Policies

Basis of Preparation

The consolidated financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards (AASBs) adopted by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. The consolidated financial statements comply with International Financial Reporting Standards (IFRS) adopted by the International Accounting Standards Board (IASB).

Significant accounting policies adopted in the preparation of these financial statements were presented in the 2022 Financial Report, have not changed in the current year and have been consistently applied unless stated otherwise.

On the 30 June 2023 the Company signed a conditional Share Purchase Agreement with Bloom RC Holdings (Bloom) for the sale of the Workforce Access, Visitor Management and Presence Control businesses. As a result, only the Access Analytics business stream will be retained and the following financial statements have only applied the Reporting standards required to reflect a Discontinued operation.

NOTE 2: REVENUE AND OTHER INCOME

	Consolidated Group	
	2023 \$'000	2022 \$'000
a. Revenue from continuing operations		
Sales Revenue:		
– Subscription software and support and maintenance sales	280	98
– Consulting services	91	-
	371	98
– travel & accommodation recharge	-	-
– Interest received	-	-
– employee contributions	-	-
– foreign currency exchange gain (loss)	(10)	-
– profit on sale of assets	-	-
– other government grants*	-	-
– Lease Incentive	-	-

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- R&D Refund	444	365
- Fair value adjustment on contingent consideration	-	-
	434	366
Total Sales Revenue & Other Income	805	464

NOTE 3: LOSS BEFORE INCOME TAX

Loss before income tax from continuing operations includes the following specific expenses:

a. Expenses	2023 \$'000	2022 \$'000
Employee benefits expense:		
- salaries and wages	1,489	1,346
- defined contribution superannuation expense	58	68
- WorkCover	-	-
- other employment expenses	-	-
- employee share benefits expense	42	34
- bonus payments	-	-
- payroll taxes	27	28
- Increase in employee benefit provisions	23	21
	1,639	1,497
Depreciation and amortisation expense:		
- depreciation expense	40	36
- amortisation expense	-	-
	40	36
Finance costs:	6	11
Other expenses:		
Rent expense	15	15
Travel and trade show expense	37	32
Professional and consulting expense	124	158
Cost of sales	46	10
Other expenses	136	305
	358	520

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The group has recognised impairment in the current year, and previous year, in respect of the recorded goodwill in the Ticto business as well as writing down the remaining Presence Control inventory in FY23. This impairment all relates to Ticto and Presence Control and both are part of the discontinued operation. The Cash Generating Unit (CGU) was heavily impacted by the sudden relaxation of COVID-19 pandemic related restrictions in 2022. Refer to note 9 and note 18 on discontinued operations for further information on impairment.

Included within total expenses for the year are costs incurred in respect of ongoing research and development activities. The total of these costs included in the current year submission to the Australian Taxation Office is \$6,162,154 across the whole business with \$1,036,000 of this relating to Access Analytics, the continuing business operation. Although the group may be eligible to capitalise a portion of these costs for accounting purposes, a conservative approach has been taken and these costs have been expensed to the statement of profit or loss and other comprehensive income as incurred.

NOTE 4: INCOME TAX EXPENSE (BENEFIT)

a. Income tax expense – Total operation	2023	2022
	\$'000	\$'000
The components of tax expense/(income) comprise:		
Current tax	39	5
b. Prima facie reconciliation		
(Loss) before income tax	(9,380)	(14,306)
Prima facie tax on (loss) from ordinary activities before income tax at Australian tax rate 25% (2022: 25%)	(2,335)	(3,576)
Tax effect of:		
- non-allowable (assessable) items	291	(89)
- Impairment of goodwill	952	(1,908)
- net Impact of R&D Refund	870	913
- Assets held for disposal	417	-
- tax payable by subsidiaries	39	5
Deferred tax assets not recognised as recoverability criteria not met	(196)	845
Income tax expense	39	5
c. Unrecognised Deferred tax assets		
- Deductible temporary differences	76	445

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- Tax losses	2,892	2,719
Total deferred tax assets	2,968	3,163

Income tax is attributable to:

(Loss) from continuing operations	3	1
(Loss) from discontinuing operations	36	4
	39	5

NOTE 5: LOSS PER SHARE

	2023 \$'000	2022 \$'000
a. Reconciliation of earnings to profit or loss for Continuing operations:		
Profit/(Loss) Continuing operations	(1,241)	(1,691)
Earnings used to calculate basic loss per share	(1,241)	(1,691)
Earnings used in the calculation of dilutive loss per share	(1,241)	(1,691)
Reconciliation of earnings to profit or loss for Discontinued operations:		
Profit/(Loss) Discontinued operations	(8,139)	(13,248)
Earnings used to calculate basic loss per share	(8,139)	(13,248)
Earnings used in the calculation of dilutive loss per share	(8,139)	(13,248)
c. Weighted average number of ordinary shares outstanding during the year used in calculating basic and diluted loss per share	262,105,669	260,828,479

NOTE 6: CASH AND CASH EQUIVALENTS

	Consolidated Group 2023 \$'000	2022 \$'000
Cash at bank and on hand	192	4,684
	192	4,684

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Financial Assets	-	69
Reconciliation of cash		
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:		
Cash at bank beginning of year	4,684	9,872
Cash flow continuing operations	225	(1,718)
Cash flow discontinued operations	(2,496)	(3,470)
Cash and cash equivalents per statement of cash flows	2,413	4,684
Continuing operation	192	
Discontinued operations	2,234	

The cash at bank above is an estimate of the total balance that should be allocated to the Continuing operation based on a similar estimate basis used for other accounts items. This is based on an appropriate headcount allocation.

NOTE 7: TRADE AND OTHER RECEIVABLES

	Consolidated Group	
	2023 \$'000	2022 \$'000
CURRENT		
Trade receivables	214	1,438
R & D Refundable Tax Offset receivable	444	2,681
Other receivables	-	130
Accrued revenue	-	329
Total current trade and other receivables	658	4,579

NOTE 8: PROPERTY, PLANT AND EQUIPMENT

	Consolidated Group	
	2023 \$'000	2022 \$'000
Plant and Equipment		
At cost	79	730
Accumulated depreciation	(54)	(404)
	26	326

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NOTE 8: PROPERTY, PLANT AND EQUIPMENT

Furniture and fittings:

At cost	26	198
Accumulated depreciation	(13)	(53)
	13	145

Buildings – Right of Use

At cost	103	3,058
Accumulated depreciation	(81)	(1,673)
	21	1,385

Vehicles – Right of Use

At cost	-	148
Accumulated depreciation	-	(148)
Disposed	-	-

Computer Equipment – Right of Use

At cost	6	53
Accumulated depreciation	(6)	(26)
	-	27

Leasehold Improvements

At cost	-	74
Accumulated depreciation	-	(45)
	-	29

Total property, plant and equipment	60	1,912
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a. Movements in Carrying Amounts

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

	Plant and Equipment \$'000	Furniture and fittings \$'000	Buildings \$'000	Vehicles \$'000	Laptops \$'000	Leasehold Improvements \$'000	Total \$'000
Balance as at 1 July 2021	338	134	1,478	61	44	38	2,094
Additions	172	30	367	-	-	3	572
Disposals	(1)	-	-	(61)	-	-	(62)
Depreciation expense	(183)	(19)	(460)	-	(18)	(12)	(692)

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NOTE 8: PROPERTY, PLANT AND EQUIPMENT

Closing value at 30 June 2022	326	145	1,385	-	27	29	1,912
Balance at 1 July 2022	326	145	1,385	-	27	29	1,912
Additions	5	-	-	-	-	-	5
Disposals	(5)	-	-	-	-	-	(5)
Depreciation expense	(12)	(4)	(24)	-	(1)	-	(40)
Assets classified as held for sale	(288)	(128)	(1,340)	-	(26)	(29)	(1,811)
Closing value at 30 June 2023	26	13	21	-	-	-	60

NOTE 9: INTANGIBLE ASSETS

	Goodwill \$'000	Software & Wearable Tech \$'000	Total \$'000
Balance at 1 July 2021	12,490	1,214	13,704
Foreign Currency Reval.	(543)	(32)	(575)
Amortisation	-	(197)	(197)
Impairment	(8,259)	-	(8,259)
Closing value at 30 June 2022	3,688	985	4,673

There are no intangible assets in the Continuing Operation but for the Discontinued business intangible assets, other than goodwill, have finite useful lives. The current amortisation charges for intangible assets are included under depreciation and amortisation expense per the statement of profit or loss. Impairment was recognised for the remainder of the Intangible assets in the Ticto (Presence Control business) Offsite Vision CGU in the current year primarily due to the impact of the COVID-19 on the subscription contracts the business had, being cancelled following the end of the COVID-19 pandemic.

NOTE 10: OTHER ASSETS

	Consolidated Group	
	2023 \$'000	2022 \$'000
CURRENT		
Prepayments for inventory	-	1,186
Prepayments	47	190
	47	1,376

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NOTE 11: TRADE AND OTHER PAYABLES

CURRENT

Unsecured liabilities:

Trade payables	50	672
Accrued expenses	-	63
Sundry payables	-	-
	50	736

NOTE 12: BORROWINGS

CURRENT

Unsecured liabilities:

Insurance premium funding	7	61
Right of Use liabilities	59	465

Secured liabilities:

R & D factoring	167	-
Total current borrowings	233	526

NOTE 12: BORROWINGS (CONT)

NON-CURRENT

Unsecured liabilities:

Right of Use liabilities	74	1,056
Other unsecured loan	-	66

Total non-current borrowings	74	1,122
Total borrowings	307	1,648

a. *Insurance Premium Funding:*

Opening balance	3	83
Proceeds	37	310
Less repayments	(33)	(332)
Closing balance	7	61

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b	<i>Unsecured loans:</i>		
	Opening balance	3	414
	Additions through acquisitions	-	-
	Proceeds	-	-
	Less repayments	(3)	(348)
	Closing balance	-	66
c	<i>Right of Use liabilities:</i>		
	Opening balance	69	1,683
	Less repayments	(21)	(700)
	Lease additions	85	538
	Closing balance	133	1,521
d	<i>R & D Factoring</i>		
	Opening balance	-	-
	Proceeds	167	-
	Less repayments	-	-
	Closing balance	167	-

NOTE 13: OTHER LIABILITIES

	Consolidated Group	
	2023	2022
	\$'000	\$'000
CURRENT		
Contract liabilities	375	2,915
	375	2,915

Contract liabilities

Contract liabilities are revenue received in advance of the performance obligations being fully satisfied. The majority of liabilities relate to software and service and maintenance contracts.

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NOTE 14: PROVISIONS

	Consolidated Group	
	2023 \$'000	2022 \$'000
Employee benefits		
Current	311	1,991
Non-current	33	87
	344	2,110
Other		
Warranty - current	-	79
Lease Make-good – non-current	-	32
Total Non-Current	33	119
Total Current	311	2,070

NOTE 15: ISSUED CAPITAL

a. Ordinary Shares	Consolidated Group	
	No.	\$
Balance at 1 July 2021	260,149,975	88,450,992
Share movements during the 2022 financial year:		
- Exercise of performance rights	1,235,314	53,119
- Impact of changes in share price	-	(77,264,543)
Balance at 30 June 2022	261,385,289	11,239,567
- Exercise of performance rights	1,806,527	21,678
- Impact of changes in share price	-	(8,102,944)
Balance at 30 June 2023 at Market Value	263,191,816	3,158,302
Balance at 30 June 2023 at Issued Value	263,191,816	56,133,457

NOTE 16: CASH FLOW INFORMATION

a. Reconciliation of Cash Flows from Operating Activities with Loss after Income Tax	Consolidated Group	
	2023 \$'000	2022 \$'000
Loss after income tax		

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NOTE 16: CASH FLOW INFORMATION

	Consolidated Group	
	2023 \$'000	2022 \$'000
Continuing operations	(1,241)	(1,691)
Discontinued operations	(8,139)	(13,248)
	(9,380)	(14,939)
Non-cash flows in profit:		
- depreciation and amortisation	975	973
- impairment expense	5,548	8,259
- share based payments	504	681
- unrealised exchange gain on intangible assets	(187)	575
- loan forgiveness income	-	(135)
- other non-cash income / (expense)	52	(29)
Changes in assets and liabilities		
- (increase)/decrease in trade and term receivables	(828)	2,367
- (increase) / decrease in inventories	556	(365)
(Increase) / decrease in financial & other assets	1,105	545
- increase / (decrease) other liabilities & reserves	(785)	(1,057)
- Increase / (decrease) in trade payables and accruals	53	(770)
- Increase / (decrease) in provisions	(331)	297
- Increase / (decrease) current tax liabilities	(3)	(7)
Cash flows from operating activities	(2,711)	(3,605)

NOTE 17: SEGMENT REPORTING

(a) Basis for segmentation

As the commercialisation of the presence control and access analytics product suites continues, the Group has maintained the same internal organisation and composition of operating segments, for the current year. Segment assets and segment liabilities are no longer reported given they are not regularly compiled for or reviewed by the Chief Operating Decision Maker of the Group.

The nature of the Group's operating segments is described below:

- **Workforce Management:** Development and delivery of RightCrowd's core Workforce and Visitor Management Solutions.

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- **Presence Control:** Development and delivery of RightCrowd's Presence Control solutions.
- **Access Analytics:** Development and delivery of analytics software for identifying user access compliance issues.

The first two segments in the list above represent the elements of the discontinued operations with Access Analytics being the continuing operation.

(b) Information about reportable segments

The Board of Directors, being the chief operating decision maker of the group, reviews the internal management reports of each segment on a monthly basis. Performance management and resource allocation decisions are made based primarily on segment revenue and segment net income.

Information related to each reportable segment is set out below:

	DISCONTINUED OPERATIONS				Continuing Ops			
	Workforce Management (\$)		Presence Control (\$)		Access Analytics (\$)		Total (\$)	
	30 June 2023 (\$'000)	30 June 2022 (\$'000)	30 June 2023 (\$'000)	30 June 2022 (\$'000)	30 June 2023 (\$'000)	30 June 2022 (\$'000)	30 June 2023 (\$'000)	30 June 2022 (\$'000)
External Revenues	13,625	10,624	1,690	4,354	371	98	15,686	15,077
Other Income	2,613	2,393	197	532	295	365	3,105	3,290
Cost of goods sold	(129)	(252)	(308)	(1,769)	(46)	(10)	(483)	(2,031)
Direct and allocated costs	(18,877)	(17,154)	(1,126)	(3,714)	(2,097)	(2,143)	(22,100)	(23,011)
Segment profit (loss) before tax and excl. impairment	(2,768)	(4,389)	453	(598)	(1,477)	(1,690)	(3,792)	(6,675)

NOTE 17: SEGMENT REPORTING

	Continued \$'000		Discontinued \$'000	
	2023	2022	2023	2022
Segment assets	968	884	10,175	17,755
Segment liabilities	(1,075)	(390)	(7,036)	(7,094)

Each statement includes references to notes and disclosures that have been prepared in accordance with RightCrowd's policies and compliance with accounting standards as set out in the notes to the consolidated financial statements in the FY23 Annual Report.

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NOTE 18: DISCONTINUED OPERATIONS

Description

On 30 June 2023, the Company entered into a Share Purchase Agreement with Bloom RC Holdings Inc. Under the terms of the Agreement the Company will sell 100% of the issued share capital of RightCrowd Software Pty Ltd and RightCrowd NV for a purchase price of \$13,500,000 less amounts specified in the Agreement. These two companies, and their subsidiaries, operate the Company's Workforce Access, Visitor Management and Presence Control businesses. The Agreement was approved by the shareholders at an EGM held on the 24 August 2023. Following the sale, the Company will focus on growing its Access Analytics business. The consideration amount may be reduced by Net Debt, Transaction costs and other items specified in the Agreement.

Financial performance information

Discontinued operations		30 June 2023 (\$'000)	30 June 2022 (\$'000)
Revenue from contracts with customers		15,315	14,979
Other income		2,662	2,925
Cost of goods sold		(437)	(2,021)
Employee benefits expense		(15,631)	(16,542)
Depreciation and amortisation expense		(936)	(937)
Impairment expense		(5,548)	(8,259)
Finance costs		(131)	(130)
Foreign currency gain /(loss)		(94)	22
Other expenses		(3,303)	(3,280)
Loss before income tax		(8,103)	(13,244)
Income tax expense		(36)	(4)
Net loss for the year		(8,139)	(13,248)

Cash flow information

		30 June 2023 (\$'000)	30 June 2022 (\$'000)
Cash flow from discontinued operations			
Net cash (used in) from operating activities		(1,522)	(1,936)
Net cash (used in) from investing activities		(29)	(192)
Net cash (used in) from financing activities		(945)	(1,342)
Net cash (used in) discontinued operations		(2,496)	(3,470)

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Carrying amounts of assets and liabilities disposed

		30 June 2023 (\$'000)	30 June 2022 (\$'000)
ASSETS			
Cash and cash equivalents		2,234	4,342
Trade and other receivables		4,749	4,214
Inventories		790	1,346
Short term deposits		5	-
Other assets		286	1,367
TOTAL CURRENT ASSETS		8,064	11,269
Property, plant and equipment		1,342	1,812
Goodwill		-	3,688
Other intangible assets		768	985
TOTAL NON-CURRENT ASSETS		2,110	6,485
TOTAL ASSETS		10,175	17,754
LIABILITIES			
Trade and other payables		(739)	(703)
Borrowings		(1,798)	(492)
Contract liabilities		(2,684)	(2,869)
Tax liabilities		2	5
Provisions		(1,440)	(1,912)
TOTAL CURRENT LIABILITIES		(6,660)	(5,972)
Borrowings		(573)	(1,081)
Provisions		(74)	(41)
TOTAL NON-CURRENT LIABILITIES		(647)	(1,122)
TOTAL LIABILITIES		(7,306)	(7,094)
NET ASSETS		2,869	10,660

The Cash and cash equivalents line in the table above is an estimate of the total balance that should be allocated to the Discontinuing operation based on a similar estimate basis used for other accounts items. This is based on an appropriate headcount allocation. Under the purchase agreement with Bloom any cash net of debt borrowings, at the completion date will be retained by RightCrowd Limited.

Accounting policy for discontinued operations

A discontinued operation is a component of the Company that has been disposed of or is classified as held for sale and that represents a separate major line of business or geographical area of operations, is part of a single coordinated plan to dispose of such a line of business or area of operations. The results of discontinued operations are presented separately on the face of the statement of profit or loss and other comprehensive income.

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Net Tangible Asset Backing

AUD (\$)	1 July 2022 to 30 June 2023	1 July 2021 to 30 June 2022
Net tangible asset backing per ordinary share for continuing operation – based on number of shares at y/e	0.010	0.043

Details of entities where control has been gained or lost over entities in the period

No new group entities were acquired, nor entities sold / disposed during the year ended 30 June 2023.

Details of Associates and Joint Ventures

There are no associates or joint ventures of the Company.

The information provided in the Appendix 4E is based on the information which will be contained in the FY23 Annual Report, which has been prepared in accordance with the Corporations Act 2001, and Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board.