

Novatti Group Limited
Appendix 4E
Preliminary final report

1. Company details

Name of entity:	Novatti Group Limited
ACN:	606 556 183
Reporting period:	For the year ended 30 June 2020
Previous period:	For the year ended 30 June 2019

2. Results for announcement to the market

			\$
Revenues from ordinary activities	up	30.7% to	11,003,666
Loss from ordinary activities after tax attributable to the owners of Novatti Group Limited	up	121.2% to	(10,960,326)
Loss for the year attributable to the owners of Novatti Group Limited	up	121.2% to	(10,960,326)

Dividends

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

Comments

The loss for the consolidated entity after providing for income tax amounted to \$10,960,326 (30 June 2019: \$4,954,313).

Annual total revenue growth now averaging approximately 50% across the past three years. Novatti maintained record quarterly operating revenue of \$3.05 million (unaudited), slightly higher than its March 2020 quarter result. Novatti's cashflow continued to strengthen over the FY20 year. Product manufacturing and operating costs as a percentage of receipts from customers reduced from 75.9% in FY19 to 68.5% in FY20, reflecting the lower direct costs to deliver its increased processing revenue.

3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	<u>(3.34)</u>	<u>0.01</u>

4. Control gained over entities

Name of entities (or group of entities)	Assets acquired from Emersion Software Systems Pty Ltd
Date control gained	2 April 2020

	\$
Contribution of such entities to the reporting entity's profit/(loss) from ordinary activities before income tax during the period (where material)	(258,963)
Profit/(loss) from ordinary activities before income tax of the controlled entity (or group of entities) for the whole of the previous period (where material)	-

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

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

7. Dividend reinvestment plans

Not applicable.

8. Details of associates and joint venture entities

Name of associate / joint venture	Reporting entity's percentage holding		Contribution to profit/(loss) (where material)	
	Reporting period %	Previous period %	Reporting period \$	Previous period \$
High Impact	50.00%	50.00%	-	-
ATX Malaysia	50.00%	50.00%	17,322	(40)
<i>Group's aggregate share of associates and joint venture entities' profit/(loss) (where material)</i>				
Profit/(loss) from ordinary activities before income tax			17,322	(40)

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 have been audited and an unqualified opinion has been issued.

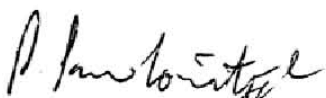
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11. Attachments

Details of attachments (if any):

The Annual Report of Novatti Group Limited for the year ended 30 June 2020 is attached.

12. Signed

Signed  _____

Date: 27 August 2020

Peter Pawlowitsch
Chairman