Transmetro Corporation Limited ABN 45 001 809 043
and Controlled Entities

Appendix 4D and Half-Year Financial Report

31 December 2024

This half-year report is for the six months ended 31 December 2024. The previous corresponding period is the half-year ended 31 December 2023.

The information in this report should be read in conjunction with the most recent annual financial report.

Results for announcement to the market

				$A'000
Revenues from ordinary activities	Up	9.4%	to	12,966
Net Profit from continuing operations after tax attributable to members	Up	57.3%	to	1,745
Net Profit for the period attributable to members	Up	62.6%	to	1,745
Earnings before interest, tax, depreciation, and amortisation (EBITDA)	Up	21.8%	to	4,752

EBITDA is a non-IFRS earnings measure which does not have any standardised meaning prescribed by IFRS and therefore may not be comparable to EBITDA prescribed by other companies. This measure, which is unaudited, is important to management as an additional way to evaluating the consolidated entity performance.

Dividends	Amount per security	Franked amount per security
Final dividend	- ¢	- ¢
Interim dividend	- ¢	- ¢

Record date for determining entitlements to the dividend

Brief explanation of any of the figures reported above:

Refer to comments in the attached Directors' Report.
The financial statements were subject to a review by the auditors and the review report is attached as part of the Interim Report.

NTA Backing	31 December 2024	30 June 2024
Net tangible asset backing per share	$2.07	$1.93

Transmetro Corporation Limited ABN 45 001 809 043
and Controlled Entities

Interim Financial Report

DIRECTORS' REPORT

Your directors submit the financial report of the consolidated group (here after referred to as 'consolidated entity' or 'group" consisting of Transmetro Corporation Limited ('company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 31 December 2024.

Directors

The names of directors who held office during or since the end of the half-year:

John McEvoy (Chairman)	Director since November 1979
Alan Notley (Non-Executive Director)	Director since October 1994
David Lloyd (Non-Executive Director)	Director since March 2002
Susan Notley (Non-Executive Director) (Alternate for Alan Notley)	Director since September 2008

Principal Activities

During the financial half-year, the principal continuing activities of the consolidated entity consisted of:

- a network of accommodation hotels.

Review of operations

Total Revenue from continuing operations increased $1.1M to $12.9M which is a 9.4% increase from the corresponding period in December 2023.

The consolidated entity's EBITDA from continuing operations increased $0.9M to $4.7M an 21.8% increase on the previous corresponding period.

Net Profit after tax for the period was $1.7M compared to a Net Profit after tax of $1.1M for the previous corresponding period.

EBITDA is a non-IFRS measure which does not have any standardised meaning prescribed by IFRS and therefore may not be comparable to EBITDA presented by other companies. This measure, which is unaudited, is important to management as an additional way to evaluate the consolidated group's performance.

Rounding of Amounts

The consolidated group has applied the relief available to it in ASIC Corporation Instrument 2016/191 and accordingly certain amounts in the financial report and the directors' report have been rounded off to the nearest $1,000, or in certain cases, the nearest dollar.

Auditor's Declaration

The lead auditor's independence declaration under s 307C of the *Corporations Act 2001* is set out on page 16 for the half-year ended 31 December 2024.

This report is signed in accordance with a resolution of the Board of Directors.

Director

John McEvoy

Dated this 27th February 2025

Transmetro Corporation Limited ABN 45 001 809 043
and Controlled Entities

Interim Financial Report

CONSOLIDATED INCOME STATEMENT FOR THE HALF-YEAR ENDED

31-Dec-24

	Note	Consolidated Group	
		31.12.2024	**31.12.2023**
Revenue from continuing operations		**$000**	**$000**
Sales revenue		12,629	11,669
Other revenue		234	106
Interest income		103	78
Total Revenue		**12,966**	**11,853**
Cost of sales		(275)	(287)
Employee benefits expense		(3,801)	(3,575)
Other expenses		(4,138)	(4,090)
Earnings Before Interest, Tax, Depreciation and Amortisation		**4,752**	**3,901**
Depreciation and amortisation expense		(382)	(356)
Amortisation of right of use assets		(1,684)	(1,626)
Interest expense on lease liabilities		(360)	(440)
Profit before income tax		**2,326**	**1,479**
Income tax expense	2	(581)	(370)
Profit from continuing operations		**1,745**	**1,109**
Discontinued operations			
(Loss) from discontinued operations	8	-	**(36)**
Profit from operations attributable to:			
Members of the parent entity		1,745	1,073
Earnings per share			
Basic and diluted earnings (cents per share):			
- From continuing operations		13.04	8.28
- From discontinued operations		-	(0.27)
		13.04	8.01

The accompanying notes form part of this financial report.

Transmetro Corporation Limited ABN 45 001 809 043
and Controlled Entities

Interim Financial Report

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31-Dec-24

	Consolidated Group	
	31.12.2024	**31.12.2023**
	$000	**$000**
Profit for the period	1,745	1,073
Other comprehensive income	-	-
Total comprehensive income for the period	1,745	1,073
Total comprehensive income attributable to:		
Members of the parent entity	1,745	1,073

The accompanying notes form part of this financial report.

Transmetro Corporation Limited ABN 45 001 809 043
and Controlled Entities

Interim Financial Report

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT
31-Dec-24

	Consolidated Group	
	31.12.2024	**30.06.2024**
	$000	**$000**
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	8,365	7,070
Trade and other receivables	1,458	1,142
Inventories	86	71
TOTAL CURRENT ASSETS	9,909	8,283
NON-CURRENT ASSETS		
Property, plant and equipment	20,638	20,856
Deferred tax assets	604	552
Right of use assets	9,849	11,533
Other financial assets	1	1
Other non-current assets	250	250
TOTAL NON-CURRENT ASSSETS	31,342	33,192
TOTAL ASSETS	41,251	41,475
CURRENT LIABILITIES		
Current tax liabilities	290	265
Trade and other payables	2,011	1,881
Dividend payable	-	669
Lease liabilities	3,306	3,113
Provisions	405	396
TOTAL CURRENT LIABILITIES	6,012	6,324
NON-CURRENT LIABILITIES		
Deferred tax liabilities	1,730	1,697
Lease liabilities	7,457	9,172
Provisions	350	325
TOTAL NON-CURRENT LIABILITIES	9,537	11,194
TOTAL LIABILITIES	15,549	17,518
NET ASSETS	**25,702**	**23,957**
EQUITY		
Issued capital	6,856	6,856
Reserves	4,068	4,068
Retained earnings	14,778	13,033
TOTAL EQUITY	**25,702**	**23,957**

The accompanying notes form part of this financial report.

Transmetro Corporation Limited ABN 45 001 809 043
and Controlled Entities

Interim Financial Report

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31-Dec-24

	Issued Capital Ordinary	Asset Revaluation Reserve	Capital Contribution Reserve	Retained Earnings	Total
	$000	**$000**	**$000**	**$000**	**$000**
Balance at 1.7.2023	6,856	3,166	379	11,944	22,345
Profit attributable to members of the parent entity	-	-	-	1,073	1,073
Other comprehensive income	-	-	-	-	-
Balance at 31.12.2023	6,856	3,166	379	13,017	23,418
Balance at 1.7.2024	6,856	3,689	379	13,033	23,957
Profit attributable to members of the parent entity	-	-	-	1,745	1,745
Other comprehensive income	-	-	-	-	-
Balance at 31.12.2024	6,856	3,689	379	14,778	25,702

Transmetro Corporation Limited ABN 45 001 809 043
and Controlled Entities

Interim Financial Report

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED

31-Dec-24

	Consolidated Group	
	31.12.2024	**31.12.2023**
	$000	**$000**
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	12,914	13,959
Payments to suppliers and employees	(8,666)	(11,335)
Other income	234	106
Interest received	103	78
Interest paid	(360)	(440)
Income tax paid	(215)	(556)
Net cash provided by operating activities	4,010	1,812
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of non-current assets	(165)	(296)
Net cash used in investing activities	(165)	(296)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of lease principal	(1,881)	(1,795)
Dividend paid	(669)	-
Net cash used in financing activities	(2,550)	(1,795)
Net increase/(decrease) in cash held	1,295	(279)
Cash and cash equivalents at beginning of period	7,070	5,942
Cash and cash equivalents at end of period	8,365	5,663

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

NOTE 1: MATERIAL ACCOUNTING POLICIES

Statement of compliance

The half-year financial 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 report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent annual financial report.

Basis of preparation

The consolidated financial statements have been prepared on the basis of historical cost, except for the revaluation of freehold property and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

Material accounting policies

The accounting policies applied by the consolidated entity in this Consolidated Interim Financial Report are the same as those applied by the consolidated entity in the Consolidated Annual Financial Report as at and for the year ended 30 June 2024.

New or amended Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new or amended accounting standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

NOTE 2: INCOME TAX BENEFIT/(EXPENSE)	**Consolidated Group**	
	31.12.2024	**31.12.2023**
	$000	**$000**
The prima facie tax on profit/(loss) before income tax from continuing operations is reconciled to the income tax benefit/(expense) as follows:		
Prima facie tax expense at 25% (2023:25%)	(581)	(370)
Income tax expense	(581)	(370)

NOTE 3: OPERATING SEGMENTS

Segment Information

Identification of reportable segments

The group has identified its operating segments based on the internal reports that are reviewed and used by the board of directors (chief operating decision makers) in assessing performance and determining the allocation of resources. The group is managed primarily on the basis of service offerings and operating segments are therefore determined on the same basis.

Transmetro Corporation Limited's operation during the half year related to operation of Hotels and Serviced Apartments.

Reportable segments disclosed are based on aggregating operating segments where the segments are considered to have similar economic characteristics.

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

NOTE 3: OPERATING SEGMENTS (cont'd)

Basis of accounting for purposes of reporting by operating segments

Accounting policies adopted

Unless stated otherwise, all amounts reported to the Board of Directors as the chief decision maker with respect to operating segments are determined in accordance with accounting policies that are consistent to those adopted in the annual financial statements of the group.

Unallocated items

The following items of income and expense are not allocated to operating segments as they are not considered part of the core operations of any segment:

- Depreciation and amortisation;
- Finance costs; and
- Income tax expense;

Segment performance (continuing operations)

	Hotels, Inns & Apartments	**Total**
	$000	**$000**
Six months ended		
31.12.2024		
Revenue		
External sales	12,863	12,863
Inter-segment sales	181	181
Interest and other revenue	103	103
Total segment revenue	13,147	13,147
Reconciliation of segment revenue to group revenue		
Inter-segment elimination	(181)	(181)
Total group revenue	12,966	12,966
Segment result before tax	4,752	4,752

Reconciliation of segment result to group net profit/(loss)	
Unallocated items:	
• Depreciation and amortisation	(382)
• Amortisation right of use assets	(1,684)
• Interest paid on lease liabilities	(360)
• Income tax expense	(581)
Net profit after tax from continuing operations	1,745

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

Segment performance (from continuing operations)

	Hotels, Inns & Apartments	Total
	$000	$000
Six months ended		
31.12.2023		
Revenue		
External sales	11,693	11,693
Inter-segment sales	167	167
Interest and other revenue	160	160
Total segment revenue	12,020	12,020
Reconciliation of segment revenue to group revenue		
Inter-segment elimination	(167)	(167)
Total group revenue	11,853	11,853
Segment result before tax	3,901	3,901
Reconciliation of segment result to group net profit/(loss)		
Amounts not included in segment result but reviewed by the Board:		
Unallocated items:		
• Depreciation and amortisation		(356)
• Amortisation right of use assets		(1,626)
• Interest paid on lease liabilities		(440)
• Income tax expense		(370)
Net Profit after tax from continuing operations		1,109

Segment performance (from discontinued operations)

	Hotels, Inns & Apartments	Theme Pubs	Total
	$000	$000	$000
Six months ended			
31.12.2023			
Revenue			
Total group revenue	213	1,908	2,121
Segment result before tax	(52)	23	(29)
Unallocated items:			
• Depreciation and amortisation			(19)
• Income tax benefit			12
Net loss after tax from discontinued operations			(36)

NOTE 4: ACQUISITION AND DISPOSAL OF SUBSIDIARIES AND BUSINESS OPERATION

No subsidiaries or businesses were acquired or sold during the period under review

NOTE 5: CONTINGENT LIABILITIES AND COMMITMENTS

There has been no change in contingent liabilities and commitments since the last annual reporting date.

NOTE 6: EVENTS SUBSEQUENT TO REPORTING DATE

Since the end of the financial period, the directors are not aware of any matter that has significantly affected or may significantly affect the operations of the company in subsequent financial periods.

NOTE 7: FAIR VALUE MEASUREMENT

The consolidated entity measures and recognises the following assets and liabilities at fair value on a recurring basis after initial recognition:

- financial assets; and
- freehold properties.

Valuation techniques
The consolidated entity selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured. The valuation techniques selected by the consolidated entity are consistent with one or more of the following valuation approaches:

- Market approach: valuation techniques that use prices and other relevant information generated by market transactions for identical or similar assets or liabilities.
- Income approach: valuation techniques that convert estimated future cash flows or income and expenses into a single discounted present value.
- Cost approach: valuation techniques that reflect the current replacement cost of an asset at its current service capacity.

Each valuation technique requires inputs that reflect the assumptions that buyers and sellers would use when pricing the asset or liability, including assumptions about risks. When selecting a valuation technique, the consolidated entity gives priority to those techniques that maximise the use of observable inputs and minimise the use of unobservable inputs. Inputs that are developed using market data (such as publicly available information on actual transactions) and reflect the assumptions that buyers and sellers would generally use when pricing the asset or liability are considered observable, whereas inputs for which market data is not available and therefore are developed using the best information available about such assumptions are considered unobservable.

The following tables provide the fair values of the consolidated entity's assets and liabilities measured and recognised on a recurring basis after initial recognition and their categorisation within the fair value hierarchy:

Fair Value Measurement

	Level	31 December 2024	30 June 2024
		$	$
Shares in listed corporations	Level 1	506	506
Freehold Properties	Level 3	17,358,136	17,475,916

NOTE 7: FAIR VALUE MEASUREMENT (cont'd)

Valuation techniques used to derive level 3 fair values

Asset Category	Fair Value $	Valuation Technique	Significant Unobservable Inputs	Range	Relationship of Unobservable Inputs to Fair Value	Sensitivity of fair value measurement to changes in significant unobservable inputs
Freehold Properties	17,358,136	Income Approach using discounted cashflow methodology and capitalisation approach.	Adopted capitalisation rate Adopted terminal yield	9.00% 9.00%	A significant increase or decrease in the adjustment would result in a significantly lower (higher) fair value.	A significant increase or decrease in the adjustment would result in a significantly lower/higher fair value.

Valuation process

The Board reviews the freehold property valuation process on a semi-annual basis. All valuations are performed either by independent professionally qualified external valuers or the directors.
If the external valuation is more than three years old, then the property is externally valued. For those with an external valuation less than three-year-old an assessment is made as to which properties are likely to have had material movements in the book value reported at the last reporting period to determine whether they should be revalued externally. At each reporting date the management will perform initial desktop assessment of current value through a capitalisation of income and discounted cashflow approach. If the result is materially different external independent valuation is conducted.

Reconciliation from opening balances to closing balances for recurring Level 3 fair value measurements

	CONSOLIDATED
Freehold Properties	$
Opening Balance	17,475,916
Additions by purchase	-
Depreciation	(117,780)
Net revaluation adjustment	-
Closing Balance	17,358,136

NOTE 8: DISCONTINUED OPERATIONS

In April 2024 the consolidated group discontinued the leases of the properties known as The Palace Hotel since 1877 Sydney and Metro Apartments Bank Place at Melbourne.

Financial information relating to the discontinued operations is set out below.

The financial performance of the discontinued operations to the date of sale which is included in loss from discontinued operations per the statement of comprehensive income is as follows:

	31.12.2024 $000	30.12.2023 $000
Revenue	-	2,121
Expenses	-	(2,169)
(Loss) before income tax	-	(48)
Income tax benefit	**-**	**12**
(Loss) after income tax	**-**	**(36)**

DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 2 to 12 are in accordance with the *Corporations Act 2001*, including:
   a. complying with Australian Accounting Standard AASB 134: Interim Financial Reporting; and
   b. giving a true and fair view of the consolidated entity's financial position as at 31 December 2024 and of its performance for the half-year ended on that date.
2. 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.

This declaration is made in accordance with a resolution of the Board of Directors.

Director: John McEvoy

Dated this 27th February 2025.

STIRLING INTERNATIONAL

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF TRANSMETRO CORPORATION LIMITED AND CONTROLLED ENTITIES

Report on the Half-year Financial Report

Conclusion

We have reviewed the half-year financial report of Transmetro Corporation Limited and Controlled Entities (the consolidated entity) which comprises the statement of financial position as at 31 December 2024, the consolidated income statement, consolidated statement of comprehensive income, consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year then ended, a summary of material accounting policies and other explanatory information, and directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the accompanying half-year financial report of Transmetro Corporation Limited does not present fairly, in all material respects, the financial position of the consolidated entity as at 31 December 2024, and its financial performance and its cash flows for the half-year ended on that date, in accordance with AASB 134: Interim Financial Reporting and Corporations Regulations.

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 Financial Report* section of our report. We are independent of the consolidated entity in accordance with 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.

Responsibility of Directors for the Financial Report

The directors of the consolidated entity are responsible for the preparation and fair presentation of the half-year financial report in accordance with the Australian Accounting Standards (including Australian Accounting Interpretations) and the *Corporations Act 2001* and for such internal control management determine is necessary to enable the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the financial report based on our review. ASRE 2410 requires us to conclude whether anything has come to our attention that causes us to believe that the financial report does not give a true and fair view of, in all material respects, the financial position of the consolidated entity as at 31 December 2024 and of its financial performance and its cash flows for the half-year ended on that date, in accordance with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001.

A review of a 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.

Stirling International
Chartered Accountants

……
Peter Turner
Partner
27th February 2025
370 Pitt St Sydney 2000

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Liability limited by a scheme approved under Professional Standards Legislation

STIRLING INTERNATIONAL

CHARTERED ACCOUNTANTS

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE *CORPORATIONS ACT 2001*

TO THE DIRECTORS OF
TRANSMETRO CORPORATION LIMITED

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2024 there have been:

a. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and

b. no contraventions of any applicable code of professional conduct in relation to the review.

Stirling International
Chartered Accountants

……

Peter Turner

Partner

27th February 2025

370 Pitt St Sydney 2000