



Innovations that work.™

ACN 109 200 900

Appendix 4E
Unaudited Preliminary Financial Report
Year Ending 30 June 2024

The current reporting period is the year ended 30 June 2024. The previous corresponding period is the year ended 30 June 2023.

Results for announcement to the market:

			30 June 2024 \$000's	30 June 2023 \$000's
Revenue from ordinary activities	Down	-57%	2,017	4,701
Loss from ordinary activities after tax attributable to shareholders	Up	59%	(7,373)	(17,869)
Loss for the year attributable to shareholders	Up	86%	(2,564)	(17,906)

Dividends and Other Returns to Shareholders

No dividends are proposed, and no dividends were declared or paid during the current or prior period. There were no share buy backs or proposed share buy backs during the financial year.

Financial Statements with notes

The operating performance, results of segments, and other factors affecting the results for the reporting year are contained in the 2024 Preliminary Report and accompanying notes contained within pages 3-22 of this release.

Commentary of Results for the year

In FY24 the Group recorded a 57% decrease in Operating Revenue of A\$2.0m (FY23: A\$4.7m), largely through the retraction of the prior year's success of the OptiBlend® product in India due to market instability relating to up-coming government regulation of dual fuel solutions. The reduction in Operating Revenue was more than offset by savings of \$2.9m in Operating costs over the prior year, beyond the non-cash impairment of \$10.2m to the group's intellectual property assets in FY23. A fair value adjustment of \$5.0m for the Group's Land and Buildings further reduced the loss attributable to shareholders to \$2.6m (2023: \$17.9m). Details on the initiatives of each of the Group's technologies in each of its segments will be published in the Group's Annual Report.

Operating Revenue			30 June 2024 \$000's	30 June 2023 \$000's
EdenCrete® Sales	Down	-17%	1,061	1,279
OptiBlend® Sales	Down	-72%	956	3,422
Total Sales	Down	-57%	2,017	4,701

Financial Position

The Group has reported a net comprehensive loss for the period of \$2,564,296 (2023: \$17,906,199), a cash outflow from operating activities of \$5,224,701 (2023: \$4,167,063) and a net working capital deficit of \$8,609,664 (2023: \$4,075,042).

The Group's liabilities have increased over the period to \$15,096,389 (2023: \$12,275,957) primarily through the extension of \$4.175m debt proceeds provided by the Company's largest shareholder Noble Energy Pty Ltd (a wholly owned subsidiary of Tasman Resources Ltd), offset by repayment of USD\$675,000 (AUD\$0.9m) to the Company's USA subsidiary financier, iBorrow REIT (iBorrow Loan).

The Group continues to seek a buyer for its Augusta, Georgia property with an offer for the property in the final stages of negotiation. The Group has also proceeded to place its Mead Way Littleton Colorado property for sale. Proceeds from the sale of the two properties would reduce debt. Any excess proceeds following the extinguishing of debt are anticipated to be used for working capital.

Post Balance Date Events

On 5 July 2024, the Company issued 28,837,548 new Ordinary shares to Dr Allan Godsk Larsen in respect of part settlement of non-executive Directors fees relating to the financial year ending 30 June 2024.

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On 8 July 2024, the Group's appointed realtor commenced marketing of the Group's property for sale at Mead Way Littleton Colorado USA as announced to the ASX on 21 June 2024.

On 9 July 2024, the Company issued 6,600,000 new Ordinary shares to nominees of CoPeak Pty Ltd (Peak Asset Management) in respect of investor relations services provided to the Company in the financial year ending 30 June 2024.

On 2 August 2024, the Company's Pro-Rata Non-renounceable Rights Issue (Issue) closed to eligible shareholders as announced to the ASX on 7 June 2024. Subsequently, 394,500,718 new Ordinary shares, and 197,250,419 new EDEOD options were allotted in respect of the \$789,002 funds raised under the Issue.

On 7 August 2024, the Company announced an extension to the iBorrow Loan facility for a period of 6 months, ending on 7 February 2025.

Loss per share

	30 June 2024	30 June 2023
Basic / Diluted loss per share (cents per shares)	\$0.2117	\$0.6437

Net tangible assets per share

	30 June 2024	30 June 2023
Net tangible assets per share	\$0.0010	\$0.0014

Details of entities which control has been gained or lost

None.

Details of associated or joint ventures

On the 21st of February 2024, the Group announced it had entered into a conditional Joint Venture with Venture Aerospace LLC. At the date of this report, the Joint Venture has not yet progressed to incorporation. There are no contingent assets or liabilities associated with the Joint Venture to be included in this report.

Any other significant information needed by an investor

Please refer to the Preliminary report and the accompanying notes contained as appendices within this release.

Foreign Entities, Accounting Standards used in compiling the report

The financial report is a general-purpose financial report that has been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*. The financial report complies with all International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board in their entirety.

Audit of Accounts upon which this report is based and qualification of audit

This Preliminary Final Report is based on the Annual Report for the year ended 30 June 2024 which is in the process of being audited by Nexia Perth Audit Services Pty Ltd. The audit report is likely to contain a paragraph in relation to a material uncertainty related to going concern consistent with their report provided in the 2023 Annual report.

This announcement was authorised by Jamie Scoringe (Chief Financial Officer & Company Secretary).

For further information please contact Jamie Scoringe on +61 8 9282 5889.

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For the year ended 30 June 2024

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR YEAR ENDED 30 JUNE 2024

	Note	2024 \$	2023 \$
Revenue	2	2,016,640	4,701,130
Other income	3	171,496	49,514
Changes in inventories		258,956	332,176
Raw materials and consumables used		(886,502)	(1,901,273)
Depreciation and amortisation expense		(1,352,409)	(1,103,765)
Employee benefits expense	4a	(3,278,263)	(4,194,176)
Finance costs		(1,370,089)	(1,681,206)
Legal and consultants		(521,624)	(693,721)
Management fees		(300,000)	(300,000)
Impairment Expense	14	-	(10,180,087)
Other financial items	5	776	11,916
Other expenses		(1,960,735)	(2,619,440)
Travel and accommodation		(150,994)	(289,783)
Loss before income tax		(7,372,748)	(17,868,715)
Income tax (expense)/benefit	8	-	-
Loss for the year		(7,372,748)	(17,868,715)
 Other Comprehensive Income / (Loss)			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation reserve		(271,028)	(37,484)
Revaluation of land and buildings		5,079,480	-
Income tax relating to comprehensive income		-	-
Total Other Comprehensive Income / (Loss), net of tax		4,808,452	(37,484)
Total Comprehensive Income / (Loss) attributable to members of the parent		(2,564,296)	(17,906,199)
 Basic/Diluted loss per share (cents per share)	 7	 (0.2117)	 (0.6437)

The accompanying notes form part of these financial statements.

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024

	Note	2024 \$	2023 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	10	975,196	2,534,969
Trade and other receivables		672,067	275,713
Inventories	11	2,132,542	2,480,112
Assets held available for sale	12	1,856,662	1,856,662
Other current assets		775,373	923,401
TOTAL CURRENT ASSETS		6,411,840	8,070,857
NON-CURRENT ASSETS			
Property, plant and equipment	13	12,548,308	8,543,107
Intangible assets	14	290,502	390,747
TOTAL NON-CURRENT ASSETS		12,838,810	8,933,854
TOTAL ASSETS		19,250,650	17,004,711
CURRENT LIABILITIES			
Trade and other payables	15	1,871,283	1,166,511
Interest bearing liabilities	16	12,791,030	10,168,878
Other liabilities		133,892	99,410
Provisions	17	225,299	711,100
TOTAL CURRENT LIABILITIES		15,021,504	12,145,899
NON-CURRENT LIABILITIES			
Interest bearing liabilities	16	-	40,617
Other liabilities		74,885	89,441
TOTAL NON-CURRENT LIABILITIES		74,885	130,058
TOTAL LIABILITIES		15,096,389	12,275,957
NET ASSETS		4,154,261	4,728,754
EQUITY			
Issued capital	18	126,337,633	124,598,898
Reserves	22	15,120,117	10,060,597
Accumulated losses		(137,303,489)	(129,930,741)
TOTAL EQUITY		4,154,261	4,728,754

The accompanying notes form part of these financial statements.

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR YEAR ENDED 30 JUNE 2024

	Fully Paid Ordinary Shares	Share based payment Reserve	Asset Revaluation Reserve	Foreign Currency Translation Reserve	Accumulated Losses	Total
	\$	\$	\$	\$	\$	\$
Balance at 30 June 2022	121,603,612	8,720,285	-	1,223,208	(112,062,026)	19,485,079
Shares issued during the year, net of issue costs	2,995,286	-	-	-	-	2,995,286
Share based payments during the year	-	154,588	-	-	-	154,588
Loss for year	-	-	-	-	(17,868,715)	(17,868,715)
Other comprehensive income / (loss)	-	-	-	(37,484)	-	(37,484)
Total comprehensive income/(loss)	-	-	-	(37,484)	(17,868,715)	(17,906,199)
Balance at 30 June 2023	124,598,898	8,874,873	-	1,185,724	(129,930,741)	4,728,754
Shares issued during the year, net of issue costs	1,738,735	-	-	-	-	1,738,735
Share based payments during the year	-	251,068	-	-	-	251,068
Loss for year	-	-	-	-	(7,372,748)	(7,372,748)
Other comprehensive income / (loss)	-	-	5,079,480	(271,028)	-	4,808,452
Total comprehensive income/(loss)	-	-	5,079,480	(271,028)	(7,372,748)	(2,564,296)
Balance at 30 June 2024	126,337,633	9,125,941	5,079,480	914,696	(137,303,489)	4,154,261

The accompanying notes form part of these financial statements.

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CONSOLIDATED STATEMENT OF CASH FLOWS FOR YEAR ENDED 30 JUNE 2024

	Note	2024 \$	2023 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		1,836,357	5,088,709
Payments to suppliers and employees		(5,413,818)	(8,734,323)
Income taxes (paid)/received		(752,994)	-
Interest paid		(1,065,742)	(570,843)
Interest received		171,496	49,394
Net cash used in operating activities	20	(5,224,701)	(4,167,063)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment	13	(42,860)	(102,306)
Payment for research and development	14	(543,928)	(838,621)
Net cash used in investing activities		(586,788)	(940,927)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares, net of issue costs		1,056,309	2,980,664
Proceeds from borrowings, net of borrowing costs		4,175,000	4,147,109
Repayment of borrowings		(973,043)	(1,038,562)
Net cash provided by financing activities		4,258,266	6,089,211
Net (decrease)/increase in cash held		(1,553,223)	981,221
Net (decrease)/increase due to foreign exchange movements		(6,550)	642
Cash at beginning of financial year		2,534,969	1,553,106
Cash at end of financial year	10	975,196	2,534,969

The accompanying notes form part of these financial statements.

Eden Innovations Ltd
Unaudited Preliminary Financial Report
For the year ended 30 June 2024

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: MATERIAL ACCOUNTING POLICIES

The financial report is a general-purpose financial report that has been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*. The financial report complies with all International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board in their entirety.

The financial report covers the Eden Innovations Ltd (“the Company”) and its controlled entities (“the Group”) as at and for the year ended 30 June 2024. Eden Innovations Ltd is a listed public company, incorporated and domiciled in Australia. The Group is a for-profit entity and primarily is involved in clean technology solutions.

The following is a summary of the material accounting policies adopted by the Group in the preparation of the financial report.

Basis of Preparation

The accounting policies set out below have been consistently applied to all years presented.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, for which the fair value basis of accounting has been applied. These consolidated financial statements are presented in Australian dollars, which is the Company’s functional currency. The subsidiaries’ functional currencies are USD and INR. All amounts are rounded to the nearest whole Australian dollar unless noted with decimals.

Going Concern

The Group has reported a net comprehensive loss for the period of \$2,564,296 (2023: \$17,906,199), a cash outflow from operating activities of \$5,224,701 (2023: \$4,167,063) and a net working capital deficit of \$8,609,664 (2023: \$4,075,042). The directors are confident that the Group, subject to being able to raise further capital by way of further equity raising, through debt financing and/or through the sale of the Group’s real estate located in Georgia and Colorado USA, will be able to continue its operations as a going concern.

The consolidated financial statements have been prepared on a going concern basis. In arriving at this position, the directors have had regard to the fact that based on the matters noted below the Group, in the directors’ opinion, will have access to, sufficient cash to fund administrative and other committed expenditure for a period of at least 12 months from the date of signing the financial report.

In forming this opinion, the directors have taken into consideration the following:

- being able to raise further capital by way of private placement via its commercial or joint venture partnerships, broker placement or further equity raising;
- being able to raise other additional funding, including, but not limited to the sale of the Group’s real estate located in Georgia USA and /or Mead Way Littleton Colorado USA;
- possible further support from Tasman Resources Ltd via its wholly owned subsidiary, Noble Energy Pty Ltd;
- being able to settle or extend the iBorrow facility as and when it becomes due on 7 February 2025 either by renegotiation or refinancing; and
- the ability to generate increased revenue and positive cash flows from the sale of the Group’s products.

Should the Group not achieve the matters set out above, there is significant uncertainty whether the Group will continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the consolidated financial statements. The consolidated financial statements do not include any adjustment relating to the recoverability or classification of recorded asset amounts or to the amounts or classification of liabilities that might be necessary should the Group not be able to continue as a going concern and meet its debts as and when they fall due.

Accounting Policies

Change in Accounting Policy – Adoption of Revaluation Model

The Group re-assessed its accounting for property, plant and equipment with respect to measurement of a certain class of property, plant and equipment after initial recognition. The Group had previously measured all property, plant and equipment using the cost model whereby, after initial recognition of the asset classified as property, plant and equipment, the asset was carried at cost less accumulated depreciation and accumulated impairment losses.

During the year, the Group elected to change the method of accounting for its land and buildings classified as property, plant and equipment as the Group believed that the revaluation model as accommodated in AASB116 *Property, Plant and Equipment* provides more relevant information to the users of its financial statements as it provides improved transparency and enhanced decision-making evidence.

Eden Innovations Ltd
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: MATERIAL ACCOUNTING POLICIES (CONTINUED)

Accounting Policies (continued)

In addition, available valuation techniques provide reliable estimates of the land and buildings' fair value. The Group applied the revaluation model prospectively.

After initial recognition, land and buildings are measured at fair value at the date of the revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. For details refer to Note 13. The accounting policies applied by the Group are consistent with those in the 2023 annual financial report with the exception of the adoption of a revaluation model for its land and buildings asset classes. As a result of the adoption of a revaluation model for its land and buildings asset classes, the Group has therefore also applied the following fair value measurement policy for the first time for the year ended 30 June 2024.

Fair value measurement

Assets and liabilities measured at fair value are classified into three levels, using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. Classifications are reviewed at each reporting date and transfers between levels are determined based on a reassessment of the lowest level of input that is significant to the fair value measurement.

For recurring and non-recurring fair value measurements, external valuers may be used when internal expertise is either not available or when the valuation is deemed to be significant. External valuers are selected based on market knowledge and reputation. Where there is a significant change in fair value of an asset or liability from one period to another, an analysis is undertaken, which includes a verification of the major inputs applied in the latest valuation and a comparison, where applicable, with external sources of data.

Fair value hierarchy

The Group measures its assets and liabilities at fair value using a three-level hierarchy based on the lowest level of input that is significant to the entire fair value measurement, being:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
- Level 3: Unobservable inputs for the asset or liability

a. Principles of Consolidation

A controlled entity is any entity the Company is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. A list of controlled entities is contained in Note 23 to the financial statements.

All inter-company balances and transactions between entities in the Group, including any unrealised profits or losses, have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistencies with those policies applied by the Company.

b. Income Tax

The charge for current income tax expense is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using the tax rates that have been enacted or are substantially enacted by the balance sheet date.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss. Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

Eden Innovations Ltd, and Eden Energy Holdings Pty Ltd, its wholly-owned Australian subsidiaries, have formed an income tax consolidated group under the tax consolidation regime. The Group notified the Australian Tax Office that it had formed an income tax consolidated group to apply from 1 July 2005. The tax consolidated group has entered a tax sharing agreement whereby each company in the group contributes to the income tax payable in proportion to their contribution to the net profit before tax of the tax consolidated group.

c. Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of manufactured products includes direct materials, direct labour and an appropriate portion of variable and fixed overheads. Costs are assigned on the basis of first-in, first-out.

d. Segment reporting

Segment results that are reported to the Group's board of directors (the chief operating decision maker) include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: MATERIAL ACCOUNTING POLICIES (CONTINUED)

e. Employee Benefits

Provision is made for the Group's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

f. Revenue

Revenue is recognised when or as the Group transfers control of products or provides services to a customer at the amount to which the Group expects to be entitled as the performance obligation is met. If the consideration includes a variable component, the expected consideration is adjusted for the estimated impact of the variable component at the point of recognition and re-estimated at every reporting period. Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

g. Plant and Equipment

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses, with the exception of land and buildings which are carried at fair value.

Property, plant and equipment are initially recognised at acquisition cost or manufacturing cost, including any costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by the Group's management.

The carrying amount of property, plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount of these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Plant and equipment	6 – 33% straight line
Buildings	4% straight line
Land	Nil

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of profit or loss and other comprehensive income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

h. Non-current assets or disposal groups classified as held for sale

Non-current assets and assets of disposal groups are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continued use. They are measured at the lower of their carrying amount and fair value less costs of disposal. For non-current assets or assets of disposal groups to be classified as held for sale, they must be available for immediate sale in their present condition and their sale must be highly probable.

An impairment loss is recognised for any initial or subsequent write down of the non-current assets and assets of disposal groups to fair value less costs of disposal. A gain is recognised for any subsequent increases in fair value less costs of disposal of a non-current assets and assets of disposal groups, but not in excess of any cumulative impairment loss previously recognised.

Non-current assets are not depreciated or amortised while they are classified as held for sale. Interest and other expenses attributable to the liabilities of assets held for sale continue to be recognised. Non-current assets classified as held for sale and the assets of disposal groups classified as held for sale are presented separately on the face of the statement of financial position, in current assets. The liabilities of disposal groups classified as held for sale are presented separately on the face of the statement of financial position, in current liabilities.

i. Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the financial instrument. Financial assets are initially measured at fair value adjusted for transaction costs.

Classification and subsequent measurement

For the purpose of subsequent measurement, financial assets are classified into the following categories:

- amortised cost
- fair value through profit or loss (FVTPL)
- equity instruments at fair value through other comprehensive income (FVOCI)
- debt instruments at fair value through other comprehensive income (FVOCI).

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

NOTE 1: MATERIAL ACCOUNTING POLICIES (CONTINUED)

All income and expenses relating to financial assets and financial liabilities that are recognised in profit or loss are presented within finance costs, finance income or other financial items. The classification is determined by both the Group's business model for managing the financial asset and the contractual cash flow characteristics of the financial asset.

Financial assets are measured at amortised cost if the assets meet the following conditions (and are not designated as FVTPL):

- they are held within a business model whose objective is to hold the financial assets to collect its contractual cash flows
- the contractual terms of the financial assets give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial recognition, these are measured at amortised cost using the effective interest method. Discounting is omitted where the effect of discounting is immaterial. The Group's cash and cash equivalents, trade and most other receivables fall into this category of financial instruments.

Financial liabilities are measured at current face value, plus any interest earned but not paid at the reporting date. Interest, Insurance, and Tax reserves initiated as an obligation under the financial arrangements, are measured and reported as assets separate from the relevant financial liability.

Trade and other receivables

The Group makes use of a simplified approach in accounting for trade and other receivables and records the loss allowance as lifetime expected credit losses. These are the expected shortfalls in contractual cash flows, considering the potential for default at any point during the life of the financial instrument. In calculating, the Group uses its historical experience, external indicators and forward-looking information to calculate the expected credit losses.

Classification and measurement of financial liabilities

The Group's financial liabilities include trade and other payables and borrowings. Financial liabilities are initially measured at fair value, and, where applicable, adjusted for transaction costs.

Subsequently, financial liabilities are measured at amortised cost using the effective interest method. All interest-related charges and, if applicable, changes in an instrument's fair value that are reported in profit or loss are included within finance costs or finance income.

Derecognition

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and substantially all the risks and rewards are transferred.

A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

Impairment

The Group recognises an allowance for expected credit losses (ECLs) for all debt instruments not held at fair value through profit or loss.

j. Impairment of Assets

At each reporting date, the Group reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of profit or loss and other comprehensive income.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives.

Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

k. Intangibles

Research and development

Expenditure during the research phase of a project is recognised as an expense when incurred. Development costs are capitalised only when technical feasibility studies identify that the project will deliver future economic benefits, and these benefits can be measured reliably.

Development costs have a finite life and are amortised on a systematic basis matched to the future economic benefits over the useful life of the project.

Intellectual Property

Intellectual property, which includes trademarks and engineering knowledge, is included in the financial statements at cost. Intellectual property and trademarks are only amortised or written down where the useful lives are limited or impaired by specific circumstances, in such cases amortisation is charged on a straight-line basis over their useful lives and write downs are charged fully when incurred.

The directors have assessed the useful life of the intellectual property and have determined that it has a finite useful life of 10 to 20 years. The intellectual property is amortised on a systematic basis matched to the expected future economic benefits over the useful life of the project.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: MATERIAL ACCOUNTING POLICIES (CONTINUED)

i. Foreign Currency Transactions and Balances

Functional and presentation currency

The functional currency of each of the Group's entities is measured using the currency of the primary economic environment in which that entity operates. The consolidated financial statements are presented in Australian dollars which is the Company's functional and presentation currency.

Transaction and balances

Foreign currency transactions are translated into functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the year-end exchange rate. Non-monetary items measured at historical cost continue to be carried at the exchange rate at the date of the transaction. Non-monetary items measured at fair value are reported at the exchange rate at the date when fair values were determined.

Exchange differences arising on the translation of monetary items are recognised in the statement of profit or loss and other comprehensive income.

Group companies

The financial results and position of foreign operations whose functional currency is different from the Group's presentation currency are translated as follows:

- assets and liabilities are translated at year-end exchange rates prevailing at that reporting date;
- income and expenses are translated at average exchange rates for the financial year; and
- retained earnings are translated at the exchange rates prevailing at the date of the transaction.

Exchange differences arising on translation of foreign operations are transferred directly to the Group's foreign currency translation reserve in the balance sheet. These differences are recognised in the statement of profit or loss and other comprehensive income in the period in which the operation is disposed. Intercompany loans are treated as investments for foreign currency translation purposes.

m. Equity-settled compensation

The Group operates an employee share option plan and performance rights plan. The total amount to be expensed over the vesting period is determined by reference to the fair value of the options or performance rights granted.

n. Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

o. Ordinary shares

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity.

p. New accounting standards and interpretations

New and amended standards adopted by the Group

The Group has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to its operations and effective for the current year. New standards not yet effective and revised Standards and amendments thereof and Interpretations do not have any material impact on the disclosures or on the amounts recognised in the Group's condensed consolidated financial statements.

q. Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Group.

Key Estimates — Impairment

The Group assesses impairment of finite intangible assets and property, plant & equipment at each reporting date by evaluating conditions specific to the Group that may lead to impairment of assets. During the prior period, the Group noted impairment indicators and impaired its intangible assets consistent with the requirements of AASB136 *Impairment of Assets*. Details of the impairment are detailed in note 14 to the financial statements.

There is a significant risk of actual outcomes being different from those forecasted due to changes in economic or market conditions and events.

Key Estimates

Share-based payment transactions

The Group measures the cost of equity settled transactions with suppliers and employees by reference to the fair value of the equity instruments as at the date at which they are granted. The fair value is determined using a Black-Scholes model. Refer to Note 3b.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: MATERIAL ACCOUNTING POLICIES (CONTINUED)

Key Estimates (continued)

Deferred Tax

The Group measures its deferred tax assets consistent with *AASB112 Income Taxes*. Deferred tax assets have not been brought to account as it is not probable within the immediate future that tax profits will be available against which deductible temporary differences and tax losses can be utilised. The benefit of the tax losses will only be obtained if the Group complies with conditions imposed by the relevant tax legislation.

	2024	2023
	\$	\$
NOTE 2: REVENUE		
Operating activities		
EdenCrete® sales	1,060,545	1,278,606
OptiBlend® sales and services	956,095	3,422,524
Total revenue	2,016,640	4,701,130

NOTE 3: OTHER INCOME

Interest	171,496	49,393
Bank Charges refund	-	121
Total other income	171,496	49,514

NOTE 4: EMPLOYEE BENEFITS

a. Employee benefits expense

Expenses recognised for employee benefits are analysed below:

Short-term employee benefits	(3,074,965)	(3,689,844)
Post-employment benefits	(133,401)	(333,627)
Share-based payments	(69,897)	(170,705)
Total	(3,278,263)	(4,194,176)

b. Share-based Employee Remuneration

Included under employee benefits expense in the statement of profit or loss and other comprehensive income is \$69,897 (2023: \$170,705) which relates, in full, to equity settled share-based payment transactions. Nil relates to options (2023: Nil), \$69,897 relates to shares (2023: \$170,705) and Nil relates to performance rights (2023: \$nil).

Options

All options granted to personnel were over ordinary shares in *Eden Innovations Ltd*, which confer a right of one ordinary share for every option held. When issued, the shares carry full dividend and voting rights.

	2024		2023	
	Number of Options	Weighted Average Exercise Price \$	Number of Options	Weighted Average Exercise Price \$
Outstanding at the beginning of the year	-	-	1,000,000	0.065
Granted	-	-	-	-
Exercised	-	-	-	-
Lapsed	-	-	(1,000,000)	0.065
Outstanding at year-end	-	-	-	-
Exercisable at year-end	-	-	-	-

No options were exercised during the year ended 30 June 2024.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
NOTE 5: OTHER FINANCIAL ITEMS		
Foreign exchange gain / (loss)	776	11,916
Total	776	11,916
NOTE 6: AUDITORS' REMUNERATION		
Remuneration of the auditor of the parent entity for:		
— auditing or reviewing the financial report	77,800	72,900
— other services	-	-
Remuneration of other auditors of subsidiaries for:		
— auditing or reviewing the financial report	140,340	77,041
— other services	-	-
NOTE 7: LOSS PER SHARE		
Basic/ Diluted loss per share (cents per shares)	(0.2117)	(0.6437)
a. Loss used in the calculation of basic and diluted loss per share	(7,372,748)	(17,868,715)
b. Weighted average number of ordinary shares outstanding during the year used in calculation of basic loss per share	3,483,154,968	2,775,885,463
Options outstanding during the year have not been taken into account in the calculation of the weighted average number of ordinary shares as they are considered anti-dilutive.		
NOTE 8: INCOME TAX BENEFIT		
a. The prima facie tax on loss from ordinary activities before income tax is reconciled to the income tax as follows:		
Prima facie tax payable on loss from ordinary activities before income tax at 25% (2023: 25%)	(1,843,187)	(4,467,179)
Add tax effect of:		
— Non-deductible expenses	17,474	2,587,698
— Current year tax losses not recognised	1,750,518	1,475,823
Less tax effect of:		
— Difference in overseas tax rates	75,195	403,658
— Current year temporary differences not recognised	-	-
Income tax expense/(benefit)	-	-
b. Components of deferred tax		
— Unrecognised deferred tax asset – losses	33,759,654	32,009,136
— Property, Plant & Equipment	(1,449,356)	(1,261,518)
— Capital raising costs	312,508	229,961
— Stock compensation	536,125	531,557
— Provisions and accruals	123,860	122,247
— Intangibles	(2,697,723)	(2,616,892)
Total unrecognised deferred tax asset	30,585,068	29,014,491

Deferred tax assets have not been brought to account as it is not probable within the immediate future that tax profits will be available against which deductible temporary differences and tax losses can be utilised. The benefit of the tax losses will only be obtained if the Group complies with conditions imposed by the relevant tax legislation.

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	2024	2023
	\$	\$

NOTE 9: RELATED PARTY TRANSACTIONS

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated. Full details of key management personnel remuneration will be published in the audited Annual Report.

Loan proceeds and accrued interest, net of equity conversions, payable to Noble Energy Pty Ltd, a wholly owned subsidiary of Tasman Resources Ltd, a company which holds 33.92% of the shares in Eden Innovations Ltd. At year end, \$4,065,958 was payable (2023: \$490,000)	3,575,958	490,000
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Key Management Personnel

Management fees paid/payable to Princebrook Pty Ltd, a company in which Mr GH Solomon and Mr DH Solomon have an interest. At year end, \$500,000 was payable (2023: \$200,000).	300,000	300,000
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Legal fees paid to Solomon Brothers, a firm in which Mr GH Solomon and Mr DH Solomon are partners. At year end, \$10,400 was payable (2023: \$nil).	36,574	26,041
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Sale of EdenCrete to Dr Allan Godsk Larsen for personal use. At year end, nil was payable (2023: \$nil)	1,303	-
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NOTE 10: CASH AND CASH EQUIVALENTS

Cash at bank and in hand	975,196	2,534,969
	975,196	2,534,969

Reconciliation of cash

Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the consolidated statement of financial position as follows:

Cash and cash equivalents	975,196	2,534,969
	975,196	2,534,969

NOTE 11: INVENTORIES

At cost	2,132,542	2,480,112
	2,132,542	2,480,112

NOTE 12: ASSETS HELD FOR SALE

At cost	1,952,244	1,952,244
Less Depreciation	(95,582)	(95,582)
Carrying amount at 30 June 2024	1,856,662	1,856,662

Assets classified as held for sale are represented at the lower of cost or realisable value consistent with *AASB 5 – Non-current Assets Held for Sale and Discontinued Operations*. The Group continues to seek a buyer for its Augusta, Georgia property with an expected sale imminent. It is anticipated that the value realised upon sale of the assets will be significantly higher than their carrying value.

Subsequent to the reporting period, the Group also proceeded to market its Mead Way Littleton, Colorado property for sale.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

NOTE 13: PROPERTY, PLANT AND EQUIPMENT

	Land and buildings	Plant and equipment	Total
Cost			
Balance 1 July 2023	5,460,764	8,331,398	13,792,162
Additions	-	42,860	42,860
Revaluation of Land and Buildings ¹	3,623,563	-	3,623,563
Disposals	-	-	-
Net exchange differences	(208,765)	(50,892)	(259,657)
Balance 30 June 2024	<u>8,875,562</u>	<u>8,323,366</u>	<u>17,198,928</u>
Depreciation and impairment			
Balance 1 July 2023	(1,338,606)	(3,910,449)	(5,249,055)
Depreciation	(222,342)	(610,553)	(832,895)
Revaluation of Land and Buildings	1,455,917	-	1,455,917
Disposals	-	-	-
Net exchange differences	(58,818)	34,231	(24,587)
Balance 30 June 2024	<u>(163,849)</u>	<u>(4,486,771)</u>	<u>(4,650,620)</u>
Carrying amount at 30 June 2024	<u><u>8,711,713</u></u>	<u><u>3,836,595</u></u>	<u><u>12,548,308</u></u>
	Land and buildings	Plant and equipment	Total
Cost			
Balance 1 July 2022	7,134,307	7,918,518	15,052,825
Additions	-	102,306	102,306
Reclassified as Assets Held for Sale (see Note 12)	(1,952,244)	-	(1,952,244)
Disposals	-	-	-
Net exchange differences	278,701	310,574	589,275
Balance 30 June 2023	<u>5,460,764</u>	<u>8,331,398</u>	<u>13,792,162</u>
Depreciation and impairment			
Balance 1 July 2022	(1,149,715)	(3,138,972)	(4,288,687)
Depreciation	(235,852)	(639,041)	(874,893)
Reclassified as Assets Held for Sale (see Note 12)	95,582	-	95,582
Disposals	-	-	-
Net exchange differences	(48,621)	(132,436)	(181,057)
Balance 30 June 2023	<u>(1,338,606)</u>	<u>(3,910,449)</u>	<u>(5,249,055)</u>
Carrying amount at 30 June 2023	<u><u>4,122,158</u></u>	<u><u>4,420,949</u></u>	<u><u>8,543,107</u></u>

Capitalised costs amounting to \$42,860 (2023: \$102,306) have been included in cash flows from investing activities in the statement of cash flows for the Group.

¹ October 2023, an independent professional valuer was engaged to provide updated valuations consistent with the obligations of the Company's financing agreement with iBorrow REIT. The valuation provided of USD\$10,920,000 (AUD\$15,964,912) was considered in context of previous valuations, market volatility and uncertainty, and the delta between valuation and historical cost of the asset category. As required by *IAS16 Property, Plant and Equipment*, the Directors reviewed the fair value of Land and Buildings at the end of the reporting period to determine if any fair value adjustment is required. The directors were in receipt of an appraisal for the Mead Way, Littleton Colorado property as part of its consideration for sale, and considered recent sales in the Littleton Colorado area in comparison to the Company's properties. It was determined that no material difference could be identified since the formal valuation undertaken in October 2023 and as such no adjustment to fair value was required at the reporting date.

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NOTE 14: INTANGIBLE ASSETS	2024	2023
	\$	\$
Intellectual property	23,490,972	23,068,198
Accumulated amortisation	(3,591,863)	(3,068,844)
Accumulated impairment expenses	(19,608,607)	(19,608,607)
Net carrying value	290,502	390,747
Balance at the beginning of the year	390,747	9,987,272
Additions	422,772	838,621
Amortisation expense	(523,017)	(255,059)
Impairment expense	-	(10,180,087)
Carrying amount at the end of the year	290,502	390,747

Intellectual property relates to pyrolysis technology, EdenCrete[®], EdenPlast[™] and OptiBlend[®]. Capitalised costs amounting to \$543,928 (2023: \$838,621) have been included in cash flows from investing activities as Research and Development expenditure in the statement of cash flows.

During the reporting period, the Company performed relevant impairment testing of its EdenCrete[®] cash-generating unit, consistent with impairment indicators as noted by *AASB136 Impairment of Assets* that occurred during the period. Management tested the recoverable amount of the EdenCrete[®] CGU adopting the value-in-use method over a five-year period using the following key assumptions:

- A terminal growth rate applicable to the trading environment of 2.13%.
- The discount rate applied to expected future net cash inflows was 15.33%.
- Revenue forecasts based on current year revenue, pipeline clientele and projections of growth as an average from the five-year prior periods.

The Group assessed that the recoverable value of its CGU had not improved during the current period, and as a result the impairment charges undertaken from the prior period has not been reversed.

The Group's remaining intangible assets remain under development as at 30 June 2024.

NOTE 15: TRADE AND OTHER PAYABLES	2024	2023
	\$	\$
Trade payables and other payables	1,871,283	1,166,511
	1,871,283	1,166,511

Refer to note 27 for further information on financial instruments.

NOTE 16: INTEREST BEARING LIABILITIES

Noble Energy Pty Ltd (Unsecured, 9.97% interest rate, denominated in AUD, at call)	4,065,958	490,000
iBorrow REIT, LP Loan (Secured over all 3 properties, 9.75% interest rate, denominated in USD, due in February 2025)	8,684,699	9,678,878
SBA Loan (Unsecured, 1% interest rate, denominated in USD, due April 2025)	40,373	
Total current portion	12,791,030	10,168,878
SBA Loan (Unsecured, 1% interest rate, denominated in USD, due 2025)	-	40,617
Total non-current portion	-	40,617
Total	12,791,030	10,209,495
Opening Balance	10,209,495	4,911,084
Proceeds from borrowing, net of borrowing costs	4,175,000	9,220,905
Repayment of borrowings	(973,043)	(5,070,650)
Borrowing costs expensed	11,148	739,915
Accrued Interest payable at the end of the period	280,958	-
Share based repayment of borrowings	(880,000)	-
FX (gain) / loss	(32,528)	408,241
Closing balance	12,791,030	10,209,495

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NOTE 17: PROVISIONS

	2024	2023
	\$	\$
Provisions for staff entitlements and warranties	149,506	150,438
Provision for tax (foreign jurisdiction)	75,793	560,662
	<u>225,299</u>	<u>711,100</u>

NOTE 18: ISSUED CAPITAL

	2024	2023	2024	2023
	No.	No.	\$	\$
a. Ordinary shares				
At the beginning of reporting period	2,996,944,406	2,485,452,995	124,598,898	121,603,612
Shares issued during the year (net of costs)	681,300,935	511,470,886	1,737,806	2,994,644
Shares issued through exercise of options	25,774	20,525	929	642
At reporting date	<u>3,678,271,115</u>	<u>2,996,944,406</u>	<u>126,337,633</u>	<u>124,598,898</u>

- i. The ordinary shares on issue have no par value and there is no limited amount of authorised share capital.
- ii. Ordinary shares participate in dividends and in the proceeds on winding up of the parent entity in proportion to the number of shares held. At the shareholders meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

	2024	2023
	No.	No.
b. Options		
At the beginning of reporting period	432,345,871	246,535,140
Options issued	390,000,000	236,375,000
Options exercised	(25,774)	(20,525)
Options lapsed	(6,850,762)	(50,543,744)
At reporting date	<u>815,469,335</u>	<u>432,345,871</u>

c. Capital Management

Management controls the working capital of the Group in order to maximise the return to shareholders and ensure that the Group can fund its operations and continue as a going concern. Management effectively manages the Group's capital by assessing the Group's financial risks and adjusting its capital structure in response to changes in these risks and in the market. These responses include the management of expenditure and share issues. There have been no changes in the strategy adopted by management to control the capital of the Group since the prior year.

NOTE 19: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

The Directors are not aware of any contingent assets or contingent liabilities at 30 June 2024.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

NOTE 20: CASH FLOW INFORMATION

	2024	2023
	\$	\$
Reconciliation of Cash Flow from Operations with Loss after Income Tax		
Loss after income tax	(7,372,748)	(17,868,715)
Non-cash flows in loss		
Depreciation and amortisation	1,352,409	1,103,765
Impairment expense	-	10,180,087
Share-based payments expense	69,898	170,705
Research and Development Costs	121,153	-
Interest reserve / accrued interest	280,958	1,038,563
Financing costs expensed	-	739,916
Net exchange differences	(777)	(11,916)
(Increase)/decrease in trade and other receivables	(369,573)	477,884
(Increase)/decrease in inventories	347,570	83,232
(Increase)/decrease in other current assets	121,246	(758,210)
Increase/(decrease) in trade payables and accruals	704,772	216,847
Increase/(decrease) in provisions	(485,801)	493,556
Increase/(decrease) in other liabilities	6,192	(32,777)
Cash flow from operations	<u>(5,224,701)</u>	<u>(4,167,063)</u>

NOTE 21: CAPITAL AND LEASING COMMITMENTS

a. Capital Expenditure Commitments	2024	2023
	\$	\$
— not later than 12 months	-	-
— greater than 12 months	-	-
	<u>-</u>	<u>-</u>

b. Other Commitments

Other than as disclosed in Note 16 to the Financial Statements, the Group has no other commitments.

NOTE 22: RESERVES

a. Share-based Payment Reserve

The share-based payment reserve records items recognised as expenses on valuation of share options and performance rights. Refer to Note 4(b) for further details of share options and performance rights issued.

b. Foreign Currency Translation Reserve

The foreign currency translation reserve records exchange differences arising on the translation of foreign subsidiaries.

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Note 23: Controlled Entities

a. Controlled Entities	Country of Incorporation	Percentage Owned (%)*	
		2024	2023
<i>Eden Innovations (India) Pvt Ltd</i>	<i>India</i>	100	100
<i>Eden Energy Holdings Pty Ltd</i>	<i>Australia</i>	100	100
<i>Eden Innovations LLC</i>	<i>USA</i>	100	100
<i>Eden Real Estate LLC</i>	<i>USA</i>	100	100
<i>EdenCrete Industries Inc.</i>	<i>USA</i>	100	100

* Percentage of voting power is in proportion to ownership

b. Acquisition of Controlled Entities

No entities were acquired during the year.

c. Disposal of Controlled Entities

No entities were wound up during the year.

NOTE 24: PARENT COMPANY INFORMATION

	2024	2023
	\$	\$
a. Assets		
Current assets	57,306	375,249
Non-current assets (includes loans to and investment in subsidiaries of \$7,819,704) ¹	9,626,158	5,496,012
Total Assets	9,683,464	5,871,261
Liabilities		
Current liabilities	5,529,203	1,142,507
Total liabilities	5,529,203	1,142,507
Net Assets	4,154,261	4,728,754
Equity		
Issued Capital	126,337,633	124,662,898
Retained Earnings	(131,304,574)	(128,740,277)
Share-based payment reserve	9,121,202	8,806,133
Total Equity	4,154,261	4,728,754
Financial performance		
Profit / (Loss) for the year ²	(2,564,296)	(17,906,199)
Other comprehensive income, net of tax	-	-
Total comprehensive income / (Loss)	(2,564,296)	(17,906,199)

- The loans to and investment in subsidiaries have been assessed for impairment and an impairment expense of \$172,728 (2023: \$5,330,447) has been recognised. It is anticipated that the balance of these loans to and investment in subsidiaries will be recovered through the successful commercialisation of EdenCrete® and OptiBlend® by the subsidiary companies.
- Consistent with AASB136 *Impairment of Assets*, the Company assessed that the recoverable value of its CGU was less than its carrying value at the reporting date and accordingly a non-cash impairment of \$nil (2023: \$10,180,087) was recognised against its intangible assets (refer Note 13). As a result of the impairment noted above, any future events that result in significant incremental changes to forward assumptions would accordingly result in a reversal of the impairment charge.

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NOTE 25: EVENTS AFTER THE BALANCE SHEET DATE

On 5 July 2024, the Company issued 28,837,548 new Ordinary shares to Dr Allan Godsk Larsen in respect of part settlement of non-executive Directors fees relating to the financial year ending 30 June 2024.

On 8 July 2024, the Group's appointed realtor commenced marketing of the Group's property for sale at Mead Way Littleton Colorado USA as announced to the ASX on 21 June 2024.

On 9 July 2024, the Company issued 6,600,000 new Ordinary shares to nominees of CoPeak Pty Ltd (Peak Asset Management) in respect of investor relations services provided to the Company in the financial year ending 30 June 2024.

On 2 August 2024, the Company's Pro-Rata Non-renounceable Rights Issue (Issue) closed to eligible shareholders as announced to the ASX on 7 June 2024. Subsequently, 394,500,718 new Ordinary shares, and 197,250,419 new EDEOD options were allotted in respect of the \$789,002 funds raised under the Issue.

On 7 August 2024, the Company announced an extension to the iBorrow Loan facility for a period of 6 months, ending on 7 February 2025.

No other matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

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NOTE 26: SEGMENT REPORTING

The Group has identified its operating segments based on internal reports that are reviewed and used by the Board of Directors (chief operating decision maker) in assessing performance and determining allocation of resources. Activities of the Group are managed on Group structure basis and operating segments are therefore determined on the same basis. In this regard the following list of reportable segments has been identified.

- Eden Innovations LLC – EdenCrete® sales and development and OptiBlend® sales, service and manufacturing.
- Eden Innovations (India) Pvt Ltd – OptiBlend® sales, service and manufacturing in India.

	Eden Innovations LLC	Eden Innovations India Pvt Ltd	Eliminations	Group
	\$	\$	\$	\$
2024				
External sales	1,593,656	422,984	-	2,016,640
Internal sales	121,154	-	(121,154)	-
Total segment revenue	<u>1,714,810</u>	<u>422,984</u>	<u>(121,154)</u>	<u>2,016,640</u>
Segment Result	(4,691,478)	(44,538)	-	(4,736,016)
Unallocated expenses				<u>(1,266,643)</u>
Result from operating activities				(6,002,659)
Finance costs				<u>(1,370,089)</u>
Loss before income tax				(7,372,748)
Income tax benefit				-
Loss after income tax				<u>(7,372,748)</u>
Segment assets	17,505,983	1,612,807		19,118,790
Unallocated assets				<u>131,860</u>
Total assets				<u>19,250,650</u>
Segment liabilities	9,444,093	123,093	-	9,567,186
Unallocated liabilities				<u>5,529,203</u>
Total liabilities				<u>15,096,389</u>
Capital expenditure	38,635	4,225	-	<u>42,860</u>
Revaluation of Land and Buildings	5,079,480	-	-	5,079,480
Depreciation and amortisation	831,268	1,627	519,514	1,352,409
Impairment expense				-
2023				
External sales	1,929,119	2,772,011	-	4,701,130
Internal sales	252,112	68,811	(320,923)	-
Total segment revenue	<u>2,181,231</u>	<u>2,840,822</u>	<u>(320,923)</u>	<u>4,701,130</u>
Segment Result	(6,131,555)	1,320,701	-	(4,810,854)
Unallocated expenses				<u>(11,376,657)</u>
Result from operating activities				(16,187,510)
Finance costs				<u>(1,681,205)</u>
Loss before income tax				(17,868,715)
Income tax benefit				-
Loss after income tax				<u>(17,868,715)</u>
Segment assets	13,684,484	2,554,230	-	16,238,714
Unallocated assets				<u>765,996</u>
Total assets				<u>17,004,710</u>
Segment liabilities	10,370,597	693,352	69,501	11,133,450
Unallocated liabilities				<u>1,142,507</u>
Total liabilities				<u>12,275,957</u>
Capital expenditure	13,345	1,381	666,338	681,064
Depreciation and amortisation	862,321	(2,582)	244,026	1,103,765
Impairment expense				10,180,087

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Unaudited Preliminary Financial Report
For the year ended 30 June 2024

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

NOTE 27: FINANCIAL INSTRUMENTS

a. Financial Risk Exposures and Management

The main risks the Group is exposed to through its financial instruments are liquidity risk and credit risk.

i. Liquidity Risk

The Group manages liquidity risk by monitoring forecast cash flows and ensuring that adequate funding is maintained.

The remaining contractual maturities of the Group financial liabilities are:

	2024	2023
	\$	\$
12 months or less	12,414,460	9,358,557
1 year or more	-	41,347
Total	12,414,460	9,399,904

ii. Credit risk

Credit risk refers to the risk that the counterparty will default on its contractual obligations resulting in a financial loss to the company. The Group has adopted a policy of only dealing with credit worthy counterparties and obtaining sufficient collateral or other security where appropriate, as a means of mitigating the risk of financial loss from defaults.

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the balance sheet and notes to the financial statements.

The Group does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the company.

iii. Foreign currency risk

The Group is exposed to fluctuations in foreign currencies arising from the sale and purchase of goods and services in currencies other than the companies' functional currency. The risk is measured using sensitivity analysis and cash flow forecasting. At 30 June 2024, the effect on the loss and equity as a result of a 10% increase in the exchange rates, with all other variables remaining constant would be a decrease in loss by approximately \$474,101 (2023: decrease of loss of \$485,000) and a decrease in equity by approximately \$453,000 (2023: \$520,000). A 10% decrease in the exchange rates would result in an equal and opposite impact on the loss after tax and equity.

iv. Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The group's minimal exposure to interest rate risk, the only asset / liability affected by changes in market interest rates is Cash and cash equivalents. The Interest Bearing Liabilities of the Group are all fixed rate and will not fluctuate because of changes in market interest rates.

b. Financial Instruments

Net Fair Values

The aggregate net fair values of financial assets and financial liabilities, at the balance date, are approximated by their carrying values.

NOTE 28: COMPANY DETAILS

The registered office of the company is:

Eden Innovations Ltd
Level 15
197 St Georges Terrace
Perth Western Australia 6000

The principal place of business is:

Eden Innovations Ltd
Level 15
197 St Georges Terrace
Perth Western Australia 6000