

International Equities Corporation Ltd

and controlled entities ABN 97 009 089 696

- 1. Activity Report for Quarter ended 30 September 2024**
- 2. Appendix 4C Cash flow Report for Quarter ended 30 September 2024**

Activity Report for period ended 30 September 2024

It is recommended that this unaudited report be read in conjunction with any public announcements made by International Equities Corporation Limited and its controlled entities during the year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001*.

This report does not include full disclosures of the type normally included in an annual financial report.

Revenues from ordinary activities (Sept 2023: \$1,921k)	Down	74.18%	to	A\$'000 496	
Profit (loss) from ordinary activities after tax attributable to members (Sept 2023: Loss of \$487k)	Up	29.36%	to	(344)	
Net profit (loss) for the period attributable to members (Sept 2023: Loss of \$487k)	Up	29.36%	to	(344)	
Dividends		Amount per security		Franked amount per security	
Interim dividend		N/A		N/A	
Previous corresponding period		N/A		N/A	
†Record date for determining entitlements to the dividend	<table border="1" style="margin: auto;"> <tr> <td style="padding: 5px;">N/A</td> </tr> </table>				N/A
N/A					
The Information provided should be read in conjunction with the full year audited results ended 30 June 2024 and the Annual Report 2024.					

NTA backing

	Current period	Previous corresponding Period
	Sept 2024	Sept 2023
Net tangible asset backing per †ordinary security	\$0.0466	\$0.0419

(Note: Net tangible asset per ordinary security has been calculated to include Right of Use Assets and Lease Liabilities but excludes all Goodwill and Intangibles)

Listing rule 4.7C.1 - Review of Operations for Quarter ended 30 September 2024

A summary of the consolidated revenues and results by industry segments is set out below:

Revenue	Quarter ending July - September 2024				
	\$000				
		Property	Tourism	Leasing	
- sales of apartments	-	-	-	-	-
- property management fees	117	-	-	117	-
- sale services and accommodation	318	-	318	-	-
- rental revenue	45	-	-	45	-
- interest received	1	-	1	-	-
- other revenue	15	15	-	-	-
	<u>496</u>	<u>15</u>	<u>319</u>	<u>162</u>	<u>-</u>
Expenses:					
- Borrowing costs	46	46	-	-	-
- Administration costs	357	89	150	118	-
- Hotel costs and cost of goods sold	435	-	435	-	-
- Depreciation of non-current assets (plant&e	2	-	-	2	-
- Development costs-apartments	-	-	-	-	-
- Commissions	-	-	-	-	-
- Other costs	-	-	-	-	-
	<u>840</u>	<u>135</u>	<u>585</u>	<u>120</u>	<u>-</u>
Profit/(loss) from operating activities	(344)	(120)	(266)	42	-

Comments on the operations and the results of those operations are set out below:

For the quarter ended 30 Sept 2024, International Equities Corporation Ltd (IEQ) continued to deal with the effects of a slowing economy. Higher payroll cost, interest rates and inflation has negated any post covid recovery. Revenue from tourism remains weak as domestic and international travel recover.

At Seasons Heritage Melbourne and Seasons Botanic Gardens, both in Melbourne, the return to normalise trading is slow as cost of living pressures and high interest rates dampen economic activity. We expect with spring there will be improved confidence due to activities and sporting events. This brings with it travel and domestic tourism. We expect further uptake in occupancies in spring and summer this year albeit return to profitability is slow.

Apartments held have retained their value throughout the pandemic and in the current economic climate. At this time the Company will hold off selling its stock of apartments in consideration of a lease rent.

This quarter saw lower revenue from the hotel division. The Company will continue to make its presence felt through advertising and marketing. Confidence in the sector remains tough for the year ahead. This segment resulted in an after-tax loss from continuing operations of \$0.266 million on revenue of \$0.319 million.

On Sales and Leasing activities the company will continue to actively list new properties for sale or lease. Revenues were \$0.162 million for a profit after tax stood at \$0.420 million from commissions on long term leases. The outlook for the year ahead remains stable.

For the quarter ended 30 Sept 2024, the Company generated revenues of \$0.496 million from leasing of property, hotel accommodation and related activities. This resulted in an after-tax loss of \$0.344 million due mainly to slowing tourism.

The Company will also continue to develop further our presence in the hospitality and tourism sector and return to property development when conditions improve.

This financial year Profit after tax per security was 0.36c (2023: Loss after Tax per security was 0.51c).
Net tangible asset backing per security was 4.93c (2023: 4.56c)

Listing rule 4.7C.2 - Review of 'Use of Funds' for Quarter ended 30 September 2024

International Equities Corporations Ltd (IEQ) has not raised funds from a prospectus, PDS or memorandum of information recently. No comparison between actual and proposed is applicable here.

Listing rule 4.7C.3 – Related Party Transactions for Quarter ended 30 September 2024

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Transactions with related parties:

- (i) Details of all equity transactions between directors and director related entities in the company are as noted in the Directors Report of the Annual Report 2024. There was no change for the quarter ended 30 September 2024.
- (ii) MPF Tow who is a director of International Equities Corporation Limited (IEQ) has an interest in Renaissance Assets Pty Ltd arising from his directorship in this entity. Transactions with this entity are as note below:

For Quarter ended	30-Sep-24
	000
Trade Receivables for the Quarter due from:	
Renaissance Assets Pty Ltd	15
Trade Payables for the Quarter due to:	
Renaissance Assets Pty Ltd	(85)
Loans Payable for the Quarter due to:	
Renaissance Assets Pty Ltd - Current	-
Renaissance Assets Pty Ltd - Non - Current	(82)
(Note: these amounts are unsecured and interest free with no fixed terms of payment)	
Revenue Received during the year from :	
Renaissance Assets Pty Ltd	53
	<u>(99)</u>
For Quarter ended	30-Sep-24
	000
Executive Directors	
MPF Tow	-
KL Tow	-
Non- Executive Directors	
AG Menezes	10
A Ambalavanar	-
	<u>10</u>

Explanation

1. Trade Receivables are for a share of cost and expenses incurred by International Equities Corporation Limited group of companies which are on charged to Renaissance Assets Pty Ltd in the ordinary course of managing hotel accommodation. Conversely, Trade Payables are for a share of cost and expenses incurred by Renaissance Assets Pty Ltd which are on charged to International Equities Corporation Limited group of companies in the ordinary course of managing hotel accommodation.
2. Revenue Received from Renaissance Assets Pty Ltd is for fees associated with managing hotel accommodation on their behalf.

Revised Appendix 4C

Quarterly cash flow report for entities subject to Listing Rule 4.7B

Name of entity

INTERNATIONAL EQUITIES CORPORATION LIMITED

ABN

97 009 089 696

Quarter ended ("current quarter")

30 SEPTEMBER 2024

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	501	501
1.2 Payments for		
(a) research and development	-	-
(b) product manufacturing and operating costs	-	-
(c) advertising and marketing	-	-
(d) leased assets	-	-
(e) staff costs	(212)	(212)
(f) administration and corporate costs	(1,123)	(1,123)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	1	1
1.5 Interest and other costs of finance paid	(46)	(46)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	15	15
1.9 Net cash from / (used in) operating activities	(864)	(864)

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-
(e) intellectual property	-	-
(f) other non-current assets	-	-
2.2 Proceeds from disposal of:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-
(e) intellectual property	-	-
(f) other non-current assets	-	-
2.3 Cash flows from loans to other entities	-	-
2.4 Dividends received (see note 3)	-	-
2.5 Other (provide details if material)	-	-
2.6 Net cash from / (used in) investing activities	-	-

3. Cash flows from financing activities		
3.1 Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2 Proceeds from issue of convertible debt securities	-	-
3.3 Proceeds from exercise of options	-	-
3.4 Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5 Proceeds from borrowings	40	40
3.6 Repayment of borrowings	(308)	(308)
3.7 Transaction costs related to loans and borrowings	-	-
3.8 Dividends paid	-	-
3.9 Other (provide details if material)	-	-
3.10 Net cash from / (used in) financing activities	(268)	(268)

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
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4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	2,972	2,972
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(864)	(864)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(268)	(268)
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	1,840	1,840

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	1,840	2,972
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	1,840	2,972

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	(167)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

Quarterly cash flow report for entities subject to Listing Rule 4.7B

7.	Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	5,830	2,412
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	5,830	2,412
7.5	Unused financing facilities available at quarter end		3,418
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		
	<p>a) \$3.50 million is a zero-rate loan facility provided by Renaissance Assets Pty Ltd, a related party, with no fixed terms of repayment. No security was given.</p> <p>b) \$1.663 million is a bank bill variable rate facility with a 3 year term expiring October 2026, provided by Bank of Queensland. Interest rates range from 7.00 – 7.20%. Loan is secured.</p> <p>c) \$0.67 million is a commercial variable rate loan facility with a 20 year term, provided by ING Direct. Interest rates range from 8.00% – 8.20%. Loan is secured.</p>		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(840)
8.2	Cash and cash equivalents at quarter end (item 4.6)	1,840
8.3	Unused finance facilities available at quarter end (item 7.5)	3,418
8.4	Total available funding (item 8.2 + item 8.3)	5,258
8.5	Estimated quarters of funding available (item 8.4 divided by item 8.1)	6.26
	<i>Note: if the entity has reported positive net operating cash flows in item 1.9, answer item 8.5 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.5.</i>	
8.6	If item 8.5 is less than 2 quarters, please provide answers to the following questions:	
8.6.1	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
	Answer: Yes.	
8.6.2	Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
	Answer: The Company is not proposing a capital raising at this point of time.	
8.6.3	Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?	
	Answer: The Company is able to continue its operations as there is sufficient funds to carry on trading.	
	<i>Note: where item 8.5 is less than 2 quarters, all of questions 8.6.1, 8.6.2 and 8.6.3 above must be answered.</i>	

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.



Sign here: _____
(Director/Company secretary)

Date: 24th October 2024

Print name: AUBREY MENEZES
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.