

Third Age Health Services Limited  
Consolidated Statement of Comprehensive Income  
For the year ended 31 March 2024

	2024	Restated*
	\$000	2023 \$000
<b>Revenue</b>	<b>15,151</b>	<b>11,217</b>
Cost of services	(6,735)	(5,174)
<b>Gross profit</b>	<b>8,416</b>	<b>6,043</b>
Other income	85	35
Employees and contractors	(3,652)	(2,814)
Professional and consulting fees	(437)	(503)
Other expenses	(1,419)	(970)
<b>Operational expenses</b>	<b>(5,508)</b>	<b>(4,287)</b>
Loan impairment	-	<b>(233)</b>
<b>EBITDA</b>	<b>2,993</b>	<b>1,558</b>
Depreciation	(413)	(319)
Amortisation of intangibles	(316)	(240)
Finance costs	(360)	(292)
<b>Profit before income tax</b>	<b>1,904</b>	<b>707</b>
Income tax expense	(543)	(316)
<b>Profit for the period</b>	<b>1,361</b>	<b>391</b>
Other comprehensive income	-	-
<b>Total comprehensive income for the period</b>	<b>1,361</b>	<b>391</b>
<b>Profit and total comprehensive income attributable to:</b>		
Shareholders of the parent	1,381	418
Non-controlling interests	(20)	(27)
<b>Profit for the year</b>	<b>1,361</b>	<b>391</b>
<b>Earnings per share</b>		
Basic earnings per share (cents)	13.81	4.18
Diluted earnings per share (cents)	13.81	4.18

These Consolidated Financial Statements are to be read in conjunction with the accompanying notes.

\* Refer note 10

Third Age Health Services Limited  
Consolidated statement of changes in equity  
For the year ended 31 March 2024

	Share Capital \$000	Share Based Payments Reserve \$000	Retained earnings \$000	Non- controlling Interest \$000	Total \$000
<b>Balance at 1 April 2022</b>	<b>515</b>	<b>643</b>	<b>1,538</b>	<b>-</b>	<b>2,696</b>
Profit for the year (restated)	-	-	418	(27)	391
<b>Total comprehensive income for the year (restated)</b>	<b>-</b>	<b>-</b>	<b>418</b>	<b>(27)</b>	<b>391</b>
Shares issued	81	-	-	-	<b>81</b>
Dividend	-	-	(647)	-	<b>(647)</b>
Tax credit on share based payments	-	4	-	-	<b>4</b>
Deferred tax credit on share based payments	-	(10)	-	-	<b>(10)</b>
Share based payments	-	8	-	-	<b>8</b>
<b>Balance at 31 March 2023 (restated)</b>	<b>596</b>	<b>645</b>	<b>1,309</b>	<b>(27)</b>	<b>2,523</b>
<b>Balance at 1 April 2023</b>	<b>596</b>	<b>645</b>	<b>1,309</b>	<b>(27)</b>	<b>2,523</b>
Retained earnings adjustment (note 11)	-	-	(61)	-	(61)
<b>Revised balance at 1 April 2023</b>	<b>596</b>	<b>645</b>	<b>1,248</b>	<b>(27)</b>	<b>2,462</b>
Profit for the year	-	-	1,381	(20)	1,361
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>1,381</b>	<b>(20)</b>	<b>1,361</b>
Shares issued	-	-	-	-	-
Dividend	-	-	(984)	-	<b>(984)</b>
Tax credit on share based payments	-	-	-	-	-
Deferred tax credit on share based payments	-	-	-	-	-
Share based payments	-	12	-	-	<b>12</b>
<b>Balance at 31 March 2024</b>	<b>596</b>	<b>657</b>	<b>1,645</b>	<b>(47)</b>	<b>2,851</b>

These Consolidated Financial Statements are to be read in conjunction with the accompanying notes.

\* Refer note 10

Third Age Health Services Limited  
Consolidated Statement of Financial Position  
For the year ended 31 March 2024

	2024	Restated*
	\$000	2023 \$000
<b>Current assets</b>		
Cash and cash equivalents	1,695	1,355
Trade and other receivables	1,173	1,326
Loan receivable	-	80
<b>Total current assets</b>	<b>2,868</b>	<b>2,761</b>
<b>Non-current assets</b>		
Property, plant and equipment	224	255
Right-of-use-assets	2,500	2,967
Intangible assets	4,191	4,370
Trade and other receivables	20	20
<b>Total non-current assets</b>	<b>6,935</b>	<b>7,612</b>
<b>Total assets</b>	<b>9,803</b>	<b>10,373</b>
<b>Current liabilities</b>		
Trade and other payables	1,931	1,582
Current tax liabilities	344	94
Bank Loan	1,342	281
Lease liabilities	306	283
<b>Total current liabilities</b>	<b>3,923</b>	<b>2,240</b>
<b>Non current liabilities</b>		
Other payables	1	2
Lease liabilities	2,399	2,755
Provisions	167	163
Deferred tax liability	462	630
Bank Loan	-	2,060
<b>Total non current liabilities</b>	<b>3,029</b>	<b>5,610</b>
<b>Total liabilities</b>	<b>6,952</b>	<b>7,850</b>
<b>Net assets</b>	<b>2,851</b>	<b>2,523</b>
<b>Equity</b>		
Share capital	596	596
Share based payment reserve	657	645
Retained earnings	1,598	1,282
<b>Equity attributable to the Group</b>	<b>2,851</b>	<b>2,523</b>
Shareholders of the parent	2,860	2,528
Non-Controlling Interests	(9)	(5)
<b>Total Equity</b>	<b>2,851</b>	<b>2,523</b>

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\* Refer note 10

Third Age Health Services Limited  
Consolidated Statement of Cash Flows  
For the year ended 31 March 2024

	2024 \$000	2023 \$000
<b>Cash flows from operating activities</b>		
Receipts from customers	15,351	10,402
Payments to suppliers and employees	(11,891)	(8,989)
Interest received	38	7
Interest paid	(372)	(244)
Income taxes paid	(450)	(390)
<b>Net cash flows from operating activities</b>	<b>2,676</b>	<b>786</b>
<b>Cash flows from investing activities</b>		
Payments purchase for property, plant and equipment	(18)	(52)
Payments for investment in software development	(132)	-
Acquisition of general practices	-	(2,004)
<b>Net cash flows used in investing activities</b>	<b>(150)</b>	<b>(2,056)</b>
<b>Cash flows from financing activities</b>		
Share purchase plan deposits applied to acquire shares	-	(76)
Proceeds from issuing shares	-	72
Loan repayments	(919)	(37)
Payment of lease liabilities	(283)	(198)
Dividend paid	(984)	(638)
Proceeds from bank loan	-	2,378
<b>Net cash flows from financing activities</b>	<b>(2,186)</b>	<b>1,501</b>
Net increase in cash and cash equivalents	<b>340</b>	<b>231</b>
Cash and cash equivalents at the beginning of the period	1,355	1,124
Cash and cash equivalents at the end of the period	<b>1,695</b>	<b>1,355</b>

These Consolidated Financial Statements are to be read in conjunction with the accompanying notes.

# Third Age Health Services Limited

## Corporate Directory

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### 1. Reporting entity

These Consolidated Financial Statements are for Third Age Health Services Limited and its subsidiaries (the "Group"). The Parent is incorporated and domiciled in New Zealand and registered under the Companies Act 1993. The parent's shares are publicly traded on the New Zealand Stock Exchange (NZX) and are listed on the main board of the NZX. The principal trading activity of the Group is the provision of medical services to the aged care sector.

### 2. Statement of accounting policies

Accounting policies remain consistent with the prior year ended 31 March 2023 financial statements.

### 3. Net tangible assets

The Group has net tangible assets as at 31 March 2024 of (8.8) cents per share (2023: net tangible assets (11.7) cents per share). The movement in net tangible assets is the results of changes in the Statement of Financial Position composition owing to the repayment of borrowings in the year.

### 4. Segment information

#### 4.1. Products and services from which reportable segments derive their revenue

The Group's reportable segments are as follows:

- Aged medical residential care services, being the provision of medical care services to the aged care sector.
- General practice medical services

#### 4.2. Segment revenues and results

The following is an analysis of the Group's revenue and results from operations by reportable segment:

		Restated*
Segment revenue	2024	2023
	\$000	\$000
Aged medical care services	8,283	5,948
General practice medical services	6,868	5,269
<b>Total for continuing operations</b>	<b>15,151</b>	<b>11,217</b>
Segment profit before tax	2024	2023
	\$000	\$000
Aged medical care services	1,830	709
General practice medical services	74	(2)
<b>Total for continuing operations</b>	<b>1,904</b>	<b>707</b>

\* Refer note 10

# Third Age Health Services Limited

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### Segment profit includes the following items:

Segment profit includes the following items:

#### For the year ended 31 March 2023 (restated refer note 10)

	Aged Care medical services \$000	General practice medical services \$000
EBITDA	713	845
Depreciation	(4)	(315)
Amortisation of intangibles	-	(240)
Interest expense on leases	-	(99)
Interest on ANZ Loan	-	(150)
Interest on Loss on modification of borrowings	-	(43)
<b>Profit before tax</b>	<b>709</b>	<b>(2)</b>
Add back: Loan impairment	233	-
<b>Profit before tax from underlying core operations</b>	<b>942</b>	<b>(2)</b>
Income tax expense	(268)	(48)
<b>Profit for the period</b>	<b>441</b>	<b>(50)</b>

#### For the year ended 31 March 2024

	Aged care medical services \$000	General practice medical services \$000
EBITDA	1,809	1,148
Depreciation	(6)	(407)
Amortisation of intangibles	-	(316)
Interest expense on leases	-	(209)
Interest on ANZ Loan	-	(151)
Interest income	27	9
<b>Profit before tax</b>	<b>1,830</b>	<b>74</b>
Add back: Loan impairment	-	-
<b>Profit before tax from underlying core operations</b>	<b>1,830</b>	<b>74</b>
Income tax expense	(496)	(47)
<b>Profit for the period</b>	<b>1,334</b>	<b>27</b>

EBITDA represents profit before tax excluding amounts for depreciation and amortisation expenses, interest expenses and interest income.

# Third Age Health Services Limited

## Corporate Directory

### 4.3. Segment assets and liabilities

	2024	Restated*
Segment assets	\$000	2023 \$000
Aged medical care services including support functions	2,638	2,444
General practice medical services	8,366	9,114
<b>Total segment assets</b>	<b>11,004</b>	<b>11,558</b>
Intercompany elimination	(1,201)	(1,185)
<b>Total segment assets</b>	<b>9,803</b>	<b>10,373</b>

  

	2024	Restated*
Segment liabilities	\$000	2023 \$000
Aged medical care services including support functions	1,461	1,012
General practice medical services	6,692	8,023
<b>Total segment liabilities</b>	<b>8,153</b>	<b>9,035</b>
Intercompany elimination	(1,201)	(1,185)
<b>Total segment liabilities</b>	<b>6,952</b>	<b>7,850</b>

### 5. Costs of employees, contractors, and directors includes:

	2024	2023
	\$000	\$000
Salaries and wages	2,919	2,334
Short term incentives	197	40
Defined contribution (KiwiSaver)	179	132
Share based payments expense	13	8
<b>Employee benefit expense</b>	<b>3,308</b>	<b>2,514</b>
Contractors	344	300
	<b>3,652</b>	<b>2,814</b>

Costs of employees has increased due to the full year impact of salaries and wages for the three new practices.

### 6. Finance Costs

	2024	Restated*
	\$000	2023 \$000
Interest expense on leases	209	150
Interest on ANZ Loan	151	99
Interest on Loss on modification of borrowings	-	43
	<b>360</b>	<b>292</b>

\* Refer note 10

# Third Age Health Services Limited

## Corporate Directory

### 7. Share Capital

#### Ordinary shares

All ordinary shares rank equally with one vote attached to each fully paid share. Total issued share capital is 10,004,149 ordinary shares (2023: 10,004,149). At 1 April 2021 there were 250,000 shares held for specific participants of the historic Third Age Employee Share Purchase Plan Trust (“Trust”). During the year ended 31 March 2022, 200,000 shares were issued and the remaining 50,000 shares were issued during the year ended 31 March 2023. As at 31 March 2024, of the total number of issued shares, nil (2023: nil) were held in trust for specific participants under the Employee Share Purchase Plan.

	Issued Share Capital \$000	Treasury shares and shares held in Trust \$000	Total \$000	Authorised issued and fully paid shares 000's
<b>Balance at 1 April 2023</b>	596	-	596	10,004
Shares issued	-	-	-	-
Share issue transaction costs	-	-	-	-
<b>Balance at 31 March 2024</b>	<b>596</b>	<b>-</b>	<b>596</b>	<b>10,004</b>
<b>Balance at 1 April 2022</b>	592	(76)	516	10,000
Shares issued	8	76	84	4
Share issue transaction costs	(4)	-	(4)	-
<b>Balance at 31 March 2023</b>	<b>596</b>	<b>-</b>	<b>596</b>	<b>10,004</b>

### 8. Earnings per share

Basic earnings per share is calculated by dividing the profit attributable to the shareholders of the parent by the weighted average number of ordinary shares outstanding during the financial year, excluding treasury shares.

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after-income tax effect of interest and other financing costs associated with dilutive potential ordinary shares, and the weighted average number of ordinary shares that would have been outstanding assuming the conversion of all dilutive potential ordinary shares.

#### Reconciliation of earnings used in calculating earnings per share

	2024 \$000	Restated* 2023 \$000
Net profit attributable to the ordinary shareholders of the parent	1,381	418
Earnings used in the calculation of basic earnings per share	1,381	418



# Third Age Health Services Limited

## Corporate Directory

### Weighted average number of shares used as the denominator

	2024	2023
	Shares	Shares
	000's	000's
Weighted average number of ordinary shares used as the denominator in calculating basic earnings per share	10,004	10,004
Adjustments for calculation of diluted earnings per share:		
Employee share options	-	-
Weighted average number of ordinary shares and potential ordinary shares used as the denominator in calculating diluted earnings per share	10,004	10,004

Share options issued under Employee share options plan are considered as antidilutive.

## 9. Dividends

Dividends declared and paid during the year ended 31 March 2024:	Cents per share	\$000
Interim dividend Q3	3.31	313
Interim dividend Q2	2.34	221
Interim dividend Q1	1.62	154
Final dividend for the year ended 31 March 2023	5.03	403
	<b>12.30</b>	<b>1,091</b>
<b>Dividends declared and paid during the year ended 31 March 2023:</b>	<b>Cents per share</b>	<b>\$000</b>
Interim dividend	2.45	244
Final dividend for the year ended 31 March 2022	4.05	403
	<b>6.50</b>	<b>647</b>

## 10. Restatement on additional provision for 'make good' and reclassifications

Upon a further review of IFRS16 para 24(d), the company has made an additional provision allowing for tenant obligations under its leases for making good on the premises at the end of each lease that it holds. The provisions are preliminary and have been made on a conservative basis approach. The provision and subsequent profit impacts, amortising the restated 'make good' asset since the inception of the leases has impacted the current year, as well as the prior year as follows:

# Third Age Health Services Limited

## Corporate Directory

Extract from Consolidated Statement of Comprehensive Income	Previously reported		Restated
	2023	IFRS 16	2023
	\$000	\$000	\$000
<b>EBITDA</b>	<b>1,558</b>	-	<b>1,558</b>
Depreciation	(304)	(15)	(319)
Amortisation of intangibles	(240)	-	(240)
Finance costs	(286)	(6)	(292)
<b>Profit before income tax</b>	<b>728</b>	<b>(21)</b>	<b>707</b>
Income tax expense	(316)	-	(316)
<b>Profit for the period</b>	<b>412</b>	<b>(21)</b>	<b>391</b>

As per the table below, reclassifications have been made as at 31 March 2023 in the Consolidated Statement of Financial Position. These reclassifications have had no impact on net assets or equity as at 31 March 2023.

Restated Consolidated Statement of Financial Position	2023	IFRS 16	Reclassification	Restated
	\$000	\$000	\$000	2023
	\$000	\$000	\$000	\$000
<b>Current assets</b>				
Cash and cash equivalents	1,355	-	-	1,355
Trade and other receivables	1,117	-	209	1,326
Loan receivable	80	-	-	80
<b>Total current assets</b>	<b>2,552</b>	-	209	<b>2,761</b>
<b>Non-current assets</b>				
Property, plant and equipment	154	120	(19)	255
Right-of-use-assets	2,967	-	-	2,967
Intangible assets	4,351	-	19	4,370
Trade and other receivables	20	-	-	20
<b>Total non-current assets</b>	<b>7,492</b>	120	-	<b>7,612</b>
<b>Total assets</b>	<b>10,044</b>	<b>120</b>	<b>209</b>	<b>10,373</b>
<b>Current liabilities</b>				
Trade and other payables	1,395	-	187	1,582
Current tax liabilities	94	-	-	94
Bank Loan - current	281	-	-	281
Lease liabilities	283	-	-	283
<b>Total current liabilities</b>	<b>2,053</b>	-	187	<b>2,240</b>
<b>Non current liabilities</b>				
Trade and other payables	2	-	-	2
Lease liabilities	2,755	-	-	2,755
Provisions	-	141	22	163
Deferred tax liability	630	-	-	630
Bank Loan	2,060	-	-	2,060

# Third Age Health Services Limited

## Corporate Directory

	2023	IFRS 16	Reclassification	Restated
	\$000	\$000	\$000	2023
				\$000
<b>Total non current liabilities</b>	5,447	141	22	5,610
<b>Total liabilities</b>	<b>7,500</b>	<b>141</b>	<b>209</b>	<b>7,850</b>
<b>Net assets</b>	<b>2,544</b>	<b>(21)</b>	<b>-</b>	<b>2,523</b>
<b>Equity</b>				
Share capital	596	-	-	596
Share based payment reserve	645	-	-	645
Retained earnings	1,303	(21)	-	1,282
<b>Equity attributable to the Group</b>	<b>2,544</b>	<b>(21)</b>	<b>-</b>	<b>2,523</b>
Shareholders of the parent	2,549	(21)	-	2,528
Non-Controlling Interests	(5)	-	-	(5)
<b>Total Equity</b>	<b>2,544</b>	<b>(21)</b>	<b>-</b>	<b>2,523</b>

### 11. IFRS 16 lease recalculations

Upon review of IFRS16 and recalculation of our lease obligations, adjustments have been made to current year retained earnings shown in our Consolidated Statement of Changes in Equity. These changes are not material, and have been included in the year ending 31 March 2024 (retained earnings reduced by \$61k).