

Transmetro Corporation Limited ABN 45 001 809 043

Quarterly Activities report

Quarter Ended 30 June 2022

The Company's cash flow in the fourth quarter has been positive and is now trending higher. Early indications indicate the trending is sustainable. Revenues too have increased. The fourth quarter produced the company's highest revenues, and strongest EBITDA, with all accommodation hotels recording a profit. Occupancies, and room rates in particular, are beginning to firm. Our Darwin property has returned to high season after a 6-months hiatus which helped our 30 June 2022 quarterly result.

There are still concerns, particularly in relation to Covid-19, and now Monkeypox, and economic conditions are souring, though there are signs the worst may be behind us.

Our pub operations however, being fringe-city based, continued to struggle. During the quarter The Elephant British pub in Adelaide continued to underperform. Whilst significant sums have been invested in the property over more than two decades, the returns have failed to materialize. As a result the pub was sold during the June quarter.

Domestic leisure travel has been quite buoyant in the fourth quarter. Corporate travel is still lagging, whilst we are seeing little to no bounce from the international sector, despite the reopening of the borders. Industry forecasts still see this sector not returning to previous levels until 2024 or 2025. Skyrocketing fuel costs have now added to the cost of air travel which is resulting in higher fares, and consequential flight and capacity reductions.

The Company continues to seek opportunities to expand its portfolio and is in a number of discussions to endeavor to bring this about.

Directors' fee of \$12k was paid in this quarter or \$48k for the year.

The outlook for cash flow estimates into the 2022/23 year remains positive.

A summary of expenditure for the quarter of the consolidated entity.

Expenditure for the quarter	Current Quarter \$A'000	Year to date June'22 \$A'000
Hotel & Apartments Operations	3,598	11,778
Pubs operations	776	1,669
Consolidation Operating Costs	4,374	13,447

Authorised by: Jakin Agus, Company Secretary on behalf of Transmetro Corporation Ltd



METRO
HOSPITALITY
GROUP

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01 August 2022

Companies Announcement Officer
Australian Stock Exchange Limited
Exchange Centre
20 Bridge Street
Sydney NSW 2000

Re: Update on Quarterly Report Appendix 4C

Please find the amended quarterly report Appendix 4C & 4.7C, which now include item 6, the payments of Directors fee in item 1.2 (f) of Appendix 4C.

Yours sincerely

Jakin Agus
Company Secretary.

Transmetro Corporation Limited ABN 45 001 809 043

and Controlled Entities

Appendix 4C

Quarterly cash flow report

Quarter Ended 30 June 2022

Consolidated statement of cash flows	Current quarter \$A'000	Year to date 30 June 2022 \$A'000
1 Cash flows from operating activities		
1.1 Receipts from customers	5,470	16,237
1.2 Payments for		
(a) research and development		
(b) product manufacturing and operating costs	(2,001)	(5,782)
(c) advertising and marketing	(93)	(301)
(d) leased assets	(405)	(1,639)
(e) staff costs	(1,552)	(5,097)
(f) administration and corporate costs	(323)	(923)
1.3 Dividends received		
1.4 Interest received		1
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes refund	-	503
1.7 Government grants and tax incentives	-	402
1.8 Insurance premium	-	-
1.9 Net cash from / (used in) operating activities	1,096	3,401
2 Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities		
(b) businesses		
(c) property, plant and equipment	(39)	(259)
(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		
2.5 Other (provide details if material)		
2.6 Net cash from / (used in) investing activities	(39)	(259)

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		
3.6 Repayment of borrowings	-	(80)
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	-	(80)

4 Net increase / (decrease) in cash and cash equivalents for the period	Current quarter \$A'000	YTD 30 June 2022
4.1 Cash and cash equivalents at beginning of period	3,006	1,001
4.2 Net cash from / (used in) operating activities (item 1.9 above)	1,096	3,401
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(39)	(259)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	-	(80)
4.5 Effect of movement in exchange rates on cash held		
4.6 Cash and cash equivalents at end of period	4,063	4,063

5 Reconciliation of cash and cash equivalents	Current quarter	Previous quarter
at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	\$A'000	\$A'000
5.1 Bank balances	3,738	2,677
5.2 Call deposits	279	279
5.3 Bank overdrafts		
5.4 Cash on hand	46	50
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	4,063	3,006

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	12
6.2 Aggregate amount of payments to related parties and their associates included in item 2	
Directors fee	

7	Financing facilities	Total facility amount at quarter end	Amount drawn at quarter end
	<p><i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i></p> <p><i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i></p>	\$A'000	\$A'000
7.1	Loan facilities		
7.2	Credit standby arrangements		
7.3	Principal Finance Pty Ltd	-	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at quarter end	-	-
7.6	<p>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>		

8	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	1,096
8.2	Cash and cash equivalents at quarter end (item 4.6)	4,063
8.3	Unused finance facilities available at quarter end (item 7.5)	
8.4	Total available funding (item 8.2 + item 8.3)	4,063
8.5	Estimated quarters of funding available (item 8.4 divided by item 8.1)	N/A
	<p><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></p>	
8.6	<p>If item 8.5 is less than 2 quarters, please provide answers to the following questions:</p> <p>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?</p>	
	<p>Answer:</p>	
	<p>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?</p>	
	<p>Answer:</p>	
	<p>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?</p>	

Answer:

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.

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.

Date: 01 August 2022

Authorised by Jakin Agus – Company Secretary

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.
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.