



ASX ANNOUNCEMENT

29 March 2023

Monthly Activity Report for February 2023

Papyrus Australia Ltd (ASX:PPY) is pleased to report its activities and Appendix 4C cash flow report for the month of February 2023: **This monthly report pertains to the month ended 29 February 2023** and the monthly Appendix 4C cash flow report released to the market on 29 March 2023. accrued in previous periods and paid in the reporting month

The focus of the Company for the month has been:

- Expanding the commercialisation activities for Papyrus Australia Ltd, and
- Operational activities of Papyrus Egypt Company (LLC) for the manufacture of banana fibre and liquid organic fertiliser in Sohag, and food packaging products in Sharqiah.

Highlights

- Key Australian personnel travel to Egypt to review the operations
- Papyrus Australia ongoing development of the commercialisation pathway

Papyrus Australia Ltd

1. Members of the Board and the Australian Management team travelled to Egypt to conduct a process overview of the fibre production facilities and production processes in Sohag and the moulding facilities and production in Sharqiah.
2. The Papyrus Chair Mr Ted Byrt, the Executive Director Business Development Mr Pascal Gouel, the Chief Operating Officer Mr Daniel Schmidt and Manager of Engineering Mr Peter Rostig spent a week in Egypt to review the production capability of the equipment installed and to consider modularisation of the equipment.
3. The review of the equipment and operations in the Sohag Pilot factory was particularly valuable to confirm the understanding of the process stages in the production of fibre pulp on the upgraded processing line, and any remaining improvements to be made before final design of the modular equipment.
4. Business development engagements conducted by the Australian team have continued with investor meetings and potential partner meetings scheduled for March.

Papyrus Egypt

Operational Activities and Business Development

5. The team have completed further refinements to the process and equipment to ensure the process can run sustainably at the proposed production rate.



Papyrus Australia Financial comments

6. During the month, the following related party payments were made. (
 - a. \$16,986 to Vince Rigano for reimbursement of travel and administration costs

7. The expenditure reported for the month ending in February 2023 Appendix 4C cash flow report for Papyrus relates primarily to:
 - a. staff costs
 - b. Travel costs
 - c. Audit and compliance related costs

Except for the payment referred to above during the month, there was no other payment to an associate or a related party.

As approved by the Board.

ENDS

