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ASX Announcement – 19 April 2024

3Q24 QUARTERLY ACTIVITIES REPORT & APPENDIX 4C

Quarter Highlights

NSX Limited:

- Completed a successful capital raise which raised \$1.7M.
- Saudi project delay until late 2024.

National Stock Exchange:

- Challenging market conditions continue however, pleasingly, a number of applications are progressing through the pipeline and listing process.

Sydney, NSW – NSX Limited (ASX:NSX), (“the Company”), is pleased to provide its Activities Report and ASX Appendix 4C Cashflow Statement for the period ended 31 March 2024 (3Q24).

Group Cash Flow Activities Report

- Cash at the end of the quarter was \$2.034 million (with \$0.212 million restricted).
- During the quarter \$77k in cash receipts were received from customers with the majority of year-to-date operating cash inflows received in the September quarter.
- The capital raise during the period resulted in a total of \$1.776 million in cash receipts, before costs of capital raise of \$71k. This amount includes the funds raised direct from the rights issue and the conversion into NSX shares of a convertible loan for cash received during the period of \$500k from ISX Financial EU PLC. In addition, another convertible loan was issued for the amount of: \$500k from ClearPay JV.
- Cash payments for administration costs for the quarter were \$750k, which is an increase of \$294k when compared with the December quarter (\$456k). Administration expenses in the March quarter include payments made for:
 - Payment to ASIC - \$353k for ASIC Levy Fees for FY 2023;
 - Payment to Dexus Property Group - \$70k for Sydney office rent; and
 - Payment to Iress Limited - \$62k for Iress Order System+ (NSX Market Connectivity).
- Cash payments to staff and the Board (staff costs) for the period were \$402k, which is an increase of \$36k when compared with the December quarter (\$366k). This is primarily due to a termination payment during the month of March.
- A year-to-date reclassification of \$195k from administration and corporate costs to leased assets has been processed in sections 1.2(d) and 1.2(f) of the Appendix 4C to more closely align to the nature of payments made.

Quarterly Business Activities Report

NSX Limited Corporate Activities

- After the recent capital raise, the Company has a shortfall of 129,559,416 shares or \$3.2 million which can be placed to the market by 1 June 2024.
- Related party payments totaled \$100k, which includes Directors' fees paid in the quarter of \$67k and a payment to Authenticate Pty Ltd of \$33k for IT Enterprise Support Services.

National Stock Exchange Activities

- The activities of the Company's wholly owned subsidiary, National Stock Exchange of Australia ("NSXA"), involved business as usual processing of new admission suitability for listing applications and market operations.
- NSXA are working through the listing process for two applications and engaging with additional prospects to reach listing application stage.
- NSXA continues to engage with ASIC concerning the changes to the rules for Market Integrity rules requirements.

KSA Mining and Minerals Exchange Activities

- Due to ongoing conditions in the Middle East and regulatory priorities this project persist. The Company has been advised that the Saudi Government is continuing its review of regulations and commercial terms for a new exchange, and we expect that this will be completed in the second half of 2024

ClearPay Joint Venture Activities

- The Company continues to review licensing options for the Joint Venture.

Authorised by the Board of Directors

Appendix 4C

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

Name of entity

NSX Limited

ABN

33 089 447 058

Quarter ended ("current quarter")

31 March 2024

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	77	1,237
1.2 Payments for		
(a) research and development	-	-
(b) product manufacturing and operating costs	-	-
(c) advertising and marketing	(42)	(88)
(d) leased assets*	(148)	(446)
(e) staff costs	(402)	(1,202)
(f) administration and corporate costs*	(747)	(1,824)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	2	12
1.5 Interest and other costs of finance paid	(26)	(74)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(1,286)	(2,385)

* A year to date reclassification of \$195k from administration and corporate costs to leased assets has been processed above to more closely align to the nature of payments made.

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
(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)	1,276	1,276
3.2 Proceeds from issue of convertible debt securities	1,000	1,000
3.3 Proceeds from exercise of options	-	-
3.4 Transaction costs related to issues of equity securities or convertible debt securities	(71)	(71)
3.5 Proceeds from borrowings	-	-
3.6 Repayment of borrowings	(107)	(212)
3.7 Transaction costs related to loans and borrowings	-	-
3.8 Dividends paid	-	-
3.9 Other	-	-
3.10 Net cash from / (used in) financing activities	2,098	1,993

4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	1,222	2,426
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(1,286)	(2,385)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
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)	2,098	1,993
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	2,034	2,034

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	1,160	351
5.2	Call deposits	662	659
5.3	Bank overdrafts	-	-
5.4	Other	-	-
5.5	Other (see below)	212	212
5.6	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	2,034	1,222

Item 5: Other disclosures required by AASB 107: Cash available for use by the Group.

Reconciliation of funding arrangements to support business operations

	Current quarter \$A'000	Previous quarter \$A'000
5.7 Total cash at end of quarter (item 4.6)	2,034	1,222
5.8 Cash Deposits held for Equity Markets Compensation Arrangements.	(212)	(212)
5.9 Total: cash on hand and at bank (items 5.1, 5.2, 5.3 and 5.4)	1,822	1,010

Item 5.8 - Exchange Compensation Arrangements

As part of the National Stock Exchange of Australia Limited's Australian Financial Markets License, NSX operates investor Compensation Arrangements in accordance with Part 7.5 Division 3 of the Corporations Act 2001. The minimum cover required by the License is \$800,000. The sources for the cover is a Fidelity Fund and also a Letter of Credit as allowed by the Act. The Fidelity Fund currently has over \$608,000 on deposit. To support the Letter of Credit the National Stock Exchange of Australia Limited has provided a cash deposit of \$212,000. There is currently excess funds to the cover required in the compensation arrangements. The cash balances for the Fidelity Fund are not consolidated with

NSX accounts above. Therefore, \$212,000 is not available cash for use by the NSX Group as working capital. Interest earned from the cash deposits is available for working capital purposes.

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	100
6.2 Aggregate amount of payments to related parties and their associates included in item 2	-

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	-	-
7.2 Credit standby arrangements	-	-
7.3 Other	-	-
7.4 Total financing facilities	-	-
7.5 Unused financing facilities available at quarter end		-
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.		
N/A		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(1,286)
8.2 Cash and cash equivalents at quarter end (item 5.9)	1,822
8.3 Unused finance facilities available at quarter end (item 7.5)	-
8.4 Total available funding (item 8.2 + item 8.3)	1,822
8.5 Estimated quarters of funding available (item 8.4 divided by item 8.1)	1.42
<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>	
<i>Note: item 8.2 refers to item 5.9 instead of item 4.6 as item 5.9 excludes cash deposits that are held for the Compensation Arrangements (\$212k).</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: The entity experiences cyclical cash inflows with most cash receipts occurring the first quarter of the financial year. The entity expects the current level of net operating expenditure to continue for the remainder of the financial year.

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 entity is taking steps to raise further cash to fund its operations via a range of initiatives. The entity expects these initiatives to be successful.

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 entity expects to be able to continue its operations on the basis of a successful inflow of cash noted in item 8.6.2.

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: 19 April 2024

Authorised by:**By the Board**.....
(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.