

## QUARTERLY REPORT

For the period ending on 31 March 2024

MPower Group Limited  
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Australia

- **Key milestones achieved in the construction of the Narromine Renewable Energy Project (NSW)**
- **Delivery of solar PV modules together with single axis tracking equipment for the Narromine project, the first supply under a strategic Master Supply Agreement struck with Trina Solar**
- **Completion of the Narromine project is on track, with key materials procured, detailed design completed and site establishment and civil works underway**
- **Expansion of the MPower’s development team to support the continued development of the Company’s project pipeline**
- **Significant time and resources dedicated to project funding initiatives for the rollout of MPower’s multi-project clean energy portfolio**

### Sydney – 29 April 2024 – MPower Group Limited (ASX: MPR)

Leading specialist renewable energy, battery storage and microgrid business MPower Group Limited (ASX: MPR) is pleased to provide the following report on its activities for the quarter ending 31 March 2024 (**Quarter**).

Operational activities in the March Quarter were highlighted by the key advancements associated with the construction phase of the Narromine Renewable Energy Project in New South Wales, building on the project acquisition finalised in 2023 and leveraging the Master Supply Agreement with Trina Solar secured in the last quarter.

MPower also continued to pursue its project development strategy during the Quarter by bolstering its in-house development team and advancing project funding initiatives to support the rollout of MPower’s clean energy portfolio of solar PV and battery storage projects across Australia.

#### ***Narromine Renewable Energy Project – construction update***

During the Quarter, MPower achieved a number of key objectives in the delivery of the construction phase of Narromine Renewable Energy Project in New South Wales. Site mobilisation occurred, including the establishment of a site office and amenities, and site clearing was completed during the Quarter.

A further milestone was achieved during the Quarter with the appointment of a civil contractor and the commencement of civil work on site. Civil works for the project include site preparation and the establishment of an access track and internal roads.

The Narromine Renewable Energy Project is a 6.7MWdc/4.99MWac solar project in central-west New South Wales. The project includes over 12,000 Bifacial PV Modules with the capacity to produce more than 14,000MWh of energy in its first year of operations. The acquisition of 100% of the rights to the Narromine project was completed in August 2023 and construction of the project is being funded via a \$10 million facility with AMPYR Energy, a global renewable energy development and investment firm.



Image 1: Site clearing and access works underway at Narromine, NSW



Image 2: Site establishment at Narromine, NSW

Solar PV modules together with single axis tracking equipment for the Narromine project have been delivered, the first supply under a Master Supply Agreement struck with Trina Solar last quarter. The strategic agreement allows MPower to build pricing certainty into its supply chain, with the benefits of economies of scale and flexible implementation on a project-by-project basis to best assist its planned rollout of utility-scale solar farms across Australia's eastern states.

With all key materials procured, detailed design completed and site establishment and civil works underway, the Narromine project is on track for successful connection to the Essential Energy distribution network and completion this year, at which point the project will earn revenue from the generation and export of clean energy and the creation of renewable energy certificates.

### **Investment outlook**

Beyond the Narromine project, the Quarter's activities included the continued advancement of MPower's development pipeline for the Company's broader project portfolio. MPower is targeting a portfolio of over 30 utility-scale solar and battery projects across Australia's eastern states and has a solid foundation to accelerate growth in 2024 and beyond.

MPower bolstered its development team during the Quarter to support its portfolio ambitions, and is considering non-dilutive project acquisition opportunities where the Company's project delivery and maintenance capabilities can enhance asset performance and returns.

Significant time and resources have been dedicated during the Quarter to progress MPower's project funding plans for the Company's existing and future project portfolio. The combination of the Company's existing shovel-ready projects together with earlier stage line-of-sight project opportunities provides an attractive platform through which capital can be immediately deployed and subsequently supplemented over time. There is increased market recognition of the inherent capacity within Australia's distribution networks and MPower is well placed for growth in this sector.

### **Financial overview**

Cash receipts during the Quarter were \$1,185K which were derived from the ongoing revenues generated through the Company's service and maintenance activities, together with the sale of clean energy and associated renewable energy certificates from the Company's 100% owned project at Lakeland, Queensland. Receipts from the energy to be generated by the Narromine project, together with other projects in MPower's pipeline, are expected once projects are completed and commence commercial operations.

The main operating cash outflows were operating costs of \$306K and staff costs of \$836K, including resources involved in the delivery of the Narromine project. Net cash used in operating activities during the Quarter was \$171K which includes costs associated with project construction activities that are capitalised as assets on the consolidated balance sheet.

**Chief Executive Officer Nathan Wise commented:** *"The significant progress made during the March quarter at Narromine is a testament to the planning and detailed design capabilities of the MPower team, with project finalisation and the export of clean energy remaining on track for this year."*

*"The recent bolstering of internal development capability supports our broader project development ambitions to rollout a decentralised portfolio of 30+ clean energy hybrid projects across Australia's eastern distribution networks. We look forward to providing further updates on the portfolio and our progress in the months ahead."*

### **Payments to related parties**

Payments of \$209K to related parties and their associates relate to remuneration payments made to the directors of the Company and interest payments on loan facilities.



## Ends

### Contact

For further information, please contact:

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Six Degrees Investor Relations  
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This announcement has been authorised by the board of MPower Group Limited.

### About MPower

MPower Group Limited (ASX: MPR) is a technology-led company with a long history specialising in the delivery of reliable on-grid and off-grid power solutions for blue chip corporate and government customers. Headquartered in Sydney, MPower's team of professionals has successfully delivered turn-key solar, battery storage and micro grid projects across the region.

Connect with us  <https://www.linkedin.com/company/mpower-australia>  
 <https://twitter.com/MPowerGroupLtd>

## Appendix 4C

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

**Name of entity**

MPower Group Limited

**ABN**

73 009 485 625

**Quarter ended ("current quarter")**

31 March 2024

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (9 months) \$A'000</b>
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	1,185	3,710
1.2 Payments for		
(a) research and development		
(b) product manufacturing and operating costs	(306)	(2,231)
(c) advertising and marketing		
(d) leased assets	(75)	(385)
(e) staff costs	(836)	(2,679)
(f) administration and corporate costs	(58)	(145)
1.3 Dividends received (see note 3)		
1.4 Interest received	7	21
1.5 Interest and other costs of finance paid	(88)	(490)
1.6 Income taxes paid		
1.7 Government grants and tax incentives		
1.8 Other (provide details if material)		
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(171)</b>	<b>(2,199)</b>
<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire or for:		
(a) entities		
(b) businesses		
(c) property, plant and equipment	(2,080)	(5,142)
(d) investments		
(e) intellectual property		
(f) other non-current assets		

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
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)		
<b>2.6 Net cash from / (used in) investing activities</b>	<b>(2,080)</b>	<b>(5,142)</b>

<b>3. Cash flows from financing activities</b>		
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		(6)
3.5 Proceeds from borrowings	449	8,645
3.6 Repayment of borrowings	(60)	(474)
3.7 Transaction costs related to loans and borrowings		
3.8 Dividends paid		
3.9 Other (provide details if material)		
<b>3.10 Net cash from / (used in) financing activities</b>	<b>389</b>	<b>8,165</b>

<b>4. Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1 Cash and cash equivalents at beginning of period	2,866	238
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(171)	(2,199)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(2,080)	(5,142)

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (9 months) \$A'000</b>
4.4	Net cash from / (used in) financing activities (item 3.10 above)	389	8,165
4.5	Effect of movement in exchange rates on cash held	58	
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>1,062</b>	<b>1,062</b>

<b>5.</b>	<b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	1,062	2,866
5.2	Call deposits		
5.3	Bank overdrafts		
5.4	Other (provide details)		
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>1,062</b>	<b>2,866</b>

<b>6.</b>	<b>Payments to related parties of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to related parties and their associates included in item 1	209
6.2	Aggregate amount of payments to related parties and their associates included in item 2	0
<i>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.</i>		

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

<b>7. Financing facilities</b>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i>		
<i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities	19,883	18,128
7.2 Credit standby arrangements		
7.3 Other (please specify)		
7.4 <b>Total financing facilities</b>	19,883	18,128
7.5 <b>Unused financing facilities available at quarter end</b>		1,755
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>\$1.125m secured term debt from Tag Private Pty Limited with a maturity date of 27 June 2024 and a variable interest rate on the term debt of 12%.</p> <p>\$1.68m secured term debt from Oceania Capital Partners Limited with a maturity date of 8 August 2025 and a fixed interest rate on the term debt of 12.25%.</p> <p>\$10.0m secured term debt from AMPYR Energy Group with a maturity date of 28 February 2025 and a fixed interest rate on the term debt of 12.25%.</p> <p>\$7.1m secured term debt from Nord/LB with a maturity date of 30 April 2031 and a fixed interest rate on the term debt of 5.6%.</p>	

<b>8. Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1 Net cash from / (used in) operating activities (item 1.9)	(171)
8.2 Cash and cash equivalents at quarter end (item 4.6)	1,062
8.3 Unused finance facilities available at quarter end (item 7.5)	1,755
8.4 Total available funding (item 8.2 + item 8.3)	2,817
8.5 <b>Estimated quarters of funding available (item 8.4 divided by item 8.1)</b>	16.47
<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: N/A	
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: N/A	
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: N/A	
<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.

Date: 29 April 2024

Authorised 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.