



ASX ANNOUNCEMENT

27 June 2025

Monthly Activity Report for May 2025

Papyrus Australia Ltd (ASX:PPY) is pleased to report its activities pertaining to the month ended 31 May 2025 and the monthly Appendix 4C cash flow report released to the market on 27 June 2025.

Executive Chair Overview

May has been another extraordinary month for Papyrus with the successful completion of the initial trials confirming capability to utilise Papyrus Technology in the production of banana fibre boards and flat paper products.

The success of these new product trials broadens our scope and opens new doors for our technology, beyond moulded packaging to other industries that are exploring sustainable alternatives to plastics or timber-based paper and boards. This outcome reflects our commitment to customer-driven innovation and will be further substantiated as we progress the technology and product development at our Rapid Prototyping and R&D facility in Adelaide. Building on the momentum of these successful trials, we are now accelerating efforts to secure commercial agreements for both the flat paper and board technology and our moulded packaging technology.

We are also very proud of advancements made with the proposed joint venture in Vietnam with the completion of the milestone 1 location due diligence review. The review completed in collaboration with L39 Capital Pty Ltd (L39) has confirmed the location, economic and infrastructure conditions provide a sustainable foundation to establish the proposed high-volume production facility. We greatly value the experience, capability and strategic alignment that Thanh Dung Pty Ltd brings to the joint venture.

Highlights

- Papyrus technology expands to include board and flat paper products
- Papyrus Advancing Vietnam Joint Venture with Thanh Dung Pty Ltd

Operational Activity

1. Papyrus technology expands to include board and flat paper products

Papyrus has made significant product advancements, expanding the scope of its technology application from moulded products to now include flat products such as board and paper both as flat sheets and onto jumbo rolls.

Now successfully proven at laboratory scale, the application of our proprietary Phase 2 technology, validates the versatility of our process and paves the way for a further range of potentially unique products. The new product demonstrated very promising wet strength

retention properties and as the product testing progresses, we will work towards unlocking the commercial potential of these applications. This development was in response to industry demand and reinforces the strategic importance of sustainable alternatives in global packaging and other markets.

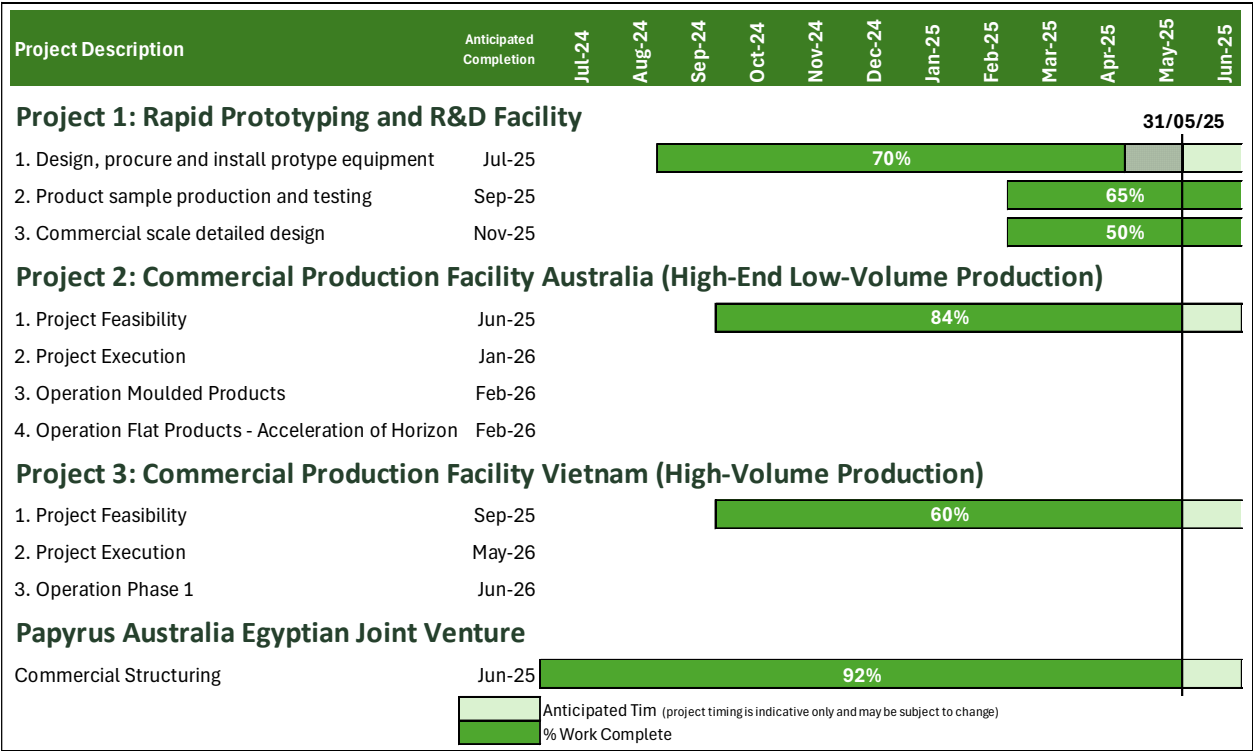
2. Papyrus Advancing Vietnam Joint Venture with Thanh Dung Pty Ltd

Papyrus is thrilled to progress the proposed Joint Venture in Vietnam with Thanh Dung Pty Ltd. Papyrus supported by L39 has completed a comprehensive review of the proposed joint venture, assessing potential structure, factory capacity, feedstock availability, logistics, and potential risks. The findings are highly promising—Thanh Dung is a well-established, strategically aligned partner, offering secured feedstock, robust infrastructure, and cost-efficient operations. The JV location further benefits from unique river-based logistics, enhancing both economic and environmental advantages.

3. Papyrus Australia Egyptian Joint Venture Committee

The committee met to clarify the potential options for the joint venture commercial structure between Australia and Egypt. The significant partnership between Australia and Egypt and our ongoing collaboration is a valued factor in our shared success in the global market.

4. Commercialisation Roadmap Project Progress



5. Financial Activity

- During the month of May 2025, no related party payments were made.

- Papyrus Australia received funds of \$ 20,000 in May 2025 from the exercise of Tranche 1 options by Director Brad Lemmon.
- The expenditure reported for the month ending in May 2025 Appendix 4C cash flow report for Papyrus relates primarily to:
 - Prototyping equipment procurement costs
 - Staff, compliance and other overhead costs

There were no other payments to an associate or a related party.

6. Investor Communications

We remain committed to fostering open, transparent, and responsive communication with our valued investors. To streamline enquiries and ensure a timely, coordinated response, we kindly request that all investor correspondence be directed to our dedicated email address: investors@papyrusaustralia.com.au.



Al Jawhari
Executive Chair

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