

NOVIQTECH

NoviqTech 4C Q4 FY23

31st January 2024

Highlights

- First Projects Onboarded to Carbon Central from Asia along with US based project
- NoviqTech Achieves Google Cloud Ready Partnership
- Carbon Central Featured in Austrade Export Guide for Hydrogen
- NoviqTech \$355k R&D Rebate Received
- TROEF Works Towards Commercialisation
- NoviqTech Hosted Investor Webinar
- Financial Update

Gold Coast, 31st January — NoviqTech Limited ("NoviqTech"), is excited to release our quarterly report for the final quarter of FY23, concluding a year of positive change and the start of exponential growth for the business.

First Projects Onboarded to Carbon Central

During quarter, NoviqTech launched Carbon Central into pre-release availability, targeting companies from key industries to trial the functionality of Carbon Central prior to general availability. Launching at the start of December, Carbon Central already successfully onboarded a carbon offset generating project in Asia and has onboarded another five companies post-year end, the largest number of companies which we have ever had using our products simultaneously.

The companies currently trialling Carbon Central have had overwhelmingly positive feedback and have highlighted the need for such a solution in the markets in which they operate. The ability for companies to onboard themselves was one of the key reasons for the development of Carbon Central, a commercial and technological leap forward from our existing TYMLEZ platform. Giving customers the ability to sign-up by themselves without the need for a lengthy sales process is expected to massively accelerate our sales process and allow us to commercialise in much shorter timeframes.

Development of new features and capabilities for Carbon Central continues as we actively onboard new projects with new requirements.

The ability to support biochar projects along with team collaboration features are going live in the coming weeks and will allow us to begin targeting the massively expanding biochar industry, which is expected to reach USD\$450 million by 2030 and is being heavily invested in by companies such as Microsoft, Meta, and JP Morgan who are all actively purchasing biochar credits.

NoviqTech Achieves Google Cloud Ready Partnership

Post December 30

NoviqTech is thrilled to announce that it has been awarded the Google Cloud Ready – Sustainability designation in the Google Cloud Partner Advantage Program. This achievement makes us an official partner of Google Cloud and one of fewer than 40 companies worldwide to receive the Cloud Ready – Sustainability designation.

This membership is a testament to Google's confidence in NoviqTech's technology and future plans, which were thoroughly evaluated as part of the due diligence process. NoviqTech's membership unlocks a wide range of benefits, including active promotion of Carbon Central by GCP through its global network of over 3,500 business development executives. Customers who come to GCP looking for a solution to monitor and report on their carbon emissions or to guarantee the origin of their green fuels and resources will now be directed to Carbon Central.

We've hit the ground running with the partnership — following on from COP28 in December, Google Cloud and NoviqTech are already jointly engaging a number of national governments with the strategic goal of deploying carbon reduction projects at a national scale. Should they proceed, these projects will be transformational for their communities and will not only add trust and transparency into the carbon markets, but will help deliver real value back to the communities in which the projects operate.

We look forward to working closely with Google moving forward in jointly offering Carbon Central to Google's customer base across the globe.

Carbon Central Featured in Austrade Export Guide for Hydrogen

The Australian Trade and Investment Commission released its *Australian hydrogen equipment, technology and services (HETS)* guide in early December, highlighting the best technologies which Australia has to offer the global Hydrogen production industry.

Amongst the companies listed in the guide is TYMLEZ, featuring Carbon Central as a solution to help companies verify the green production process of their hydrogen.

The HETS guide showcases Australian based companies that are making important strides across the hydrogen supply chain, including:

- an ecosystem of companies that are developing novel solutions to drive the success of the Australian and global hydrogen industry
- world-leading institutions that are undertaking industrial-scale research and innovation to commercialise hydrogen production, storage, distribution, utilisation and mobility solutions
- education and training institutes that are supporting the emergence of a new hydrogen-ready workforce.

Having been chosen to be featured in the guide is further validation from the market of the need for a tool such as Carbon Central is providing trusted, transparent, and immutable reporting for the green hydrogen industry.

The full guide can be found at: <https://www.globalaustralia.gov.au/industries/green-economy/australian-hydrogen-ets>

NoviqTech \$355k R&D Rebate Received

For R&D activities completed in FY22, NoviqTech was awarded with a tax rebate from the Australian Tax Office of \$355,719.13. The obtained rebate is a crucial component in our ongoing journey. It not only acknowledges the hard work and dedication of our team but also provides a substantial boost to our financial resources. This additional capital will be strategically directed towards the development of Carbon Central, our ambitious project aimed at delivering a self-service platform for carbon reporting and guarantee of origin tokenisation.

TROEF Works Towards Commercialisation

After the successful completion of Phase 1 of the TROEF consortium's development roadmap in Q3 FY23, the consortium is now focusing a large proportion of its time on developing a commercial framework under which to offer TROEF to customers across the Netherlands. BAM has already committed to being a TROEF customer when it becomes available to customers in late 2024/early 2025, an amazing achievement for the consortium, of which BAM is a member.

The TROEF consortium utilise Carbon Central's core data processing architecture for the ingestion, calculation, and reporting of carbon emissions, while other members in the consortium are responsible for the visualisation of Carbon Central's outputs. Utilising Carbon Central allows us to develop a single core platform for both the TROEF consortium and our own Carbon Central customers. Reducing development and maintenance resources for both use cases.

NoviqTech Hosted Investor Webinar

NoviqTech hosted an investor webinar in mid-November which covered a number of topics from a demonstration of the future capabilities of Carbon Central to our plans for NoviqAI in the supply chain sector. A full copy of the webinar can be viewed on YouTube: https://youtu.be/vlGN8jlgZn0?si=ZyvvKhMo8_7x9KUL

Summary of Expenditure Incurred on Business Activities

The operating expenditures of NoviqTech for the December 2023 quarter can be summarised as follows (A\$'000):

Item	Value (A\$'000)
Advertising and marketing costs	2
Leased assets	15
Staff costs	413
Administration and corporate costs	10
Total cash outflow	440

Additional Information

Payments to related parties and their associates included in operating activities during the quarter was A\$70,000, which relates to the remuneration of directors and key management personnel.

Authorised by the NoviqTech Board of Directors.

//End

For any queries relating to this announcement, please contact:

investors@noviqtech.com

About NoviqTech

NoviqTech (ASX: NVQ) harnesses the power of artificial intelligence and distributed ledger technology to provide trusted and transparent reporting across supply chains, carbon emissions reporting, and guarantee of origin. The NoviqTech brands – NoviqAI and TYMLEZ deliver novel and innovative technologies to organisations across the globe in sectors from maritime to regenerative agriculture, empowering them to make more informed decisions, track their carbon emissions with precision, and validate the authenticity of their products' origins all in real-time.

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Appendix 4C

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

Name of entity

NoviqTech Limited

ABN

37 622 817 421

Quarter ended ("current quarter")

31 December 2023

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	13
1.2 Payments for		
(a) research and development	-	-
(b) product manufacturing and operating costs	-	-
(c) advertising and marketing	(2)	(17)
(d) leased assets	(15)	(73)
(e) staff costs	(413)	(2,349)
(f) administration and corporate costs	(10)	(1,090)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	1	11
1.5 Interest and other costs of finance paid		-
1.6 Income taxes/GST received/(paid)	10	27
1.7 Government grants and tax incentives	442	779
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	13	(2,699)
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-
(e) intellectual property	-	-
(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 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)	-	-
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)	229	813
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	-	(1)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	(36)	(410)
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	193	402

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	187	2,703
4.2	Net cash from / (used in) operating activities (item 1.9 above)	13	(2,699)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	193	402
4.5	Effect of movement in exchange rates on cash held	3	(10)
4.6	Cash and cash equivalents at end of period	396	396

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	396	187
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	396	187

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 *	70
6.2	Aggregate amount of payments to related parties and their associates included in item 2	NIL
<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>		

*Amount included in 6.1 above relates to remuneration (inclusive of share-based payments) paid to directors and key management personnel.

7.	Financing facilities <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>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	NIL	NIL
7.2	Credit standby arrangements	NIL	NIL
7.3	Other (please specify)	NIL	NIL
7.4	Total financing facilities	NIL	NIL
7.5	Unused financing facilities available at quarter end		NIL
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)	13
8.2	Cash and cash equivalents at quarter end (item 4.6)	396
8.3	Unused finance facilities available at quarter end (item 7.5)	-
8.4	Total available funding (item 8.2 + item 8.3)	396
8.5	Estimated quarters of funding available (item 8.4 divided by item 8.1) <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>	N/A
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 as item 8.5 is more than 2 quarters	
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 as item 8.5 is more than 2 quarters	
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 as item 8.5 is more than 2 quarters	
	<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.

Authorised by the Board of Directors on 31 January 2024

On behalf of the Board,

Jonathan Hart

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. 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.