

Appendix 4C

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

Name of entity

CropLogic Limited

ABN

88 619 330 648

Quarter ended ("current quarter")

31 March 2020

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	20	2,121
1.2 Payments for		
(a) research and development	-	(73)
(b) product manufacturing and operating costs	(204)	(9,931)
(c) advertising and marketing	-	(145)
(d) leased assets	-	-
(e) staff costs	(374)	(655)
(f) administration and corporate costs	(258)	(1,535)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	5
1.5 Interest and other costs of finance paid	(5)	(22)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	438	388
1.9 Net cash from / (used in) operating activities	(383)	(9,847)
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	-	(412)
(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	-	(412)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	4,768
3.2	Proceeds from issue of convertible debt securities	-	4,553
3.3	Proceeds from exercise of options	-	573
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	(688)
3.5	Proceeds from borrowings	303	553
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	(23)
3.10	Net cash from / (used in) financing activities	303	9,766

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	238	647
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(383)	(9,847)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	(412)

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)	303	9,766
4.5	Effect of movement in exchange rates on cash held	17	22
4.6	Cash and cash equivalents at end of period	176	176

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	156	218
5.2	Call deposits	20	20
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)	176	238

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	-
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<i>6.1 Directors fees paid</i>		

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	7,361	7,361
7.2	Credit standby arrangements	Up to 20,000	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	27,361	7,361
7.5	Unused financing facilities available at quarter end	Up to 20,000	
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>The Group holds financing facilities in the form of credit cards with NAB.</p> <p>The Group has entered into asset finance agreements with Ally Bank (Facility = \$122).</p> <p>The Group has a 3% interest, loan agreement with Callaghan Innovation (Facility = \$479).</p> <p>The Group has entered into various interest-free, short term loans from Company Directors Mr Wakefield and Mr Silver, and other parties (Facility = \$303).</p> <p>The Group holds senior secured debt with Atlas Capital Markets of \$US4,032,073.79 and \$A350,000 of short-term funding (Facility = A\$6,457). Subsequent to 31 March 2020, the secured debt and short-term funding were converted into shares.</p> <p>The Company has an Atlas Placement Facility which provides the Company with access to up to \$20,000,000 of standby equity capital over the next 36 months. The Company retains the control over whether or not to utilise the standby equity, the minimum issue price of shares and the timing of each placement tranche. Atlas Capital Markets will subscribe for all or part of the shares set out in a subscription request (but not less than 50% of the shares set out in a subscription request).</p>			

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(383)
8.2	Cash and cash equivalents at quarter end (item 4.6)	176
8.3	Unused finance facilities available at quarter end (item 7.5)	US\$20,000
8.4	Total available funding (item 8.2 + item 8.3)	US\$20,110
8.5	Estimated quarters of funding available (item 8.4 divided by item 8.1)	See commentary below
	<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	<p>If item 8.5 is less than 2 quarters, please provide answers to the following questions:</p> <p>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?</p> <p>Answer: No. Subsequent to 31 March the Company entered into voluntary administration and dissolved two of its subsidiaries in the USA.</p>	

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 Company put in place a number of measures to reduce short term debt prior to 31 March 2020, including the measures included in the Notice of Meeting released on 23 March 2020 (and approved on 14 April 2020). Despite a number of attempts to recapitalise CLI and recommence trading on the ASX, the Directors appointed voluntary administrators on 22 July 2020

On 15 September 2020, a Deed of Company Arrangement was executed with the Company's major shareholder, Atlas Capital Markets Limited. On 30 March 2021, the Deed terminated and control of the Company returned to the Directors. As a result of the DOCA, the only debt remaining in the Company is \$126,250 owed to Atlas Capital Markets Limited. Atlas Capital Markets Limited has agreed not to call any of the debt.

In addition, Atlas Capital Markets Limited has offered to support the Company through a recapitalisation process and target the recommencement of trading of the Company's shares on the ASX.

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: Yes. Subsequent to DOCA finalisation and the Company reverting to the Directors, the Directors and majority shareholder are seeking new assets to recapitalise the Company.

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: ..30 April 2021.....

Authorised by: ...The Board of Directors.....

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. 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.