

ASX Announcement

27 OCTOBER 2022

SEPTEMBER 2022 – QUARTERLY REPORT

Highlights

PARKWAY PROCESS SOLUTIONS (PPS)

- Industrial Product Range
 - Continued expansion of industrial water treatment related product range.
- Product Development
 - Progressed development of range of modular industrial water treatment systems.
 - Commenced development of commercial-scale ultrapure water systems, suitable for range of high-value applications, including green hydrogen production.
- Business Development
 - Continued success in securing new business from diverse range of companies, for the provision of industrial water treatment related products, services, and solutions.

PARKWAY PROCESS TECHNOLOGIES (PPT)

- Continued progress in leveraging proprietary process technology platform to support existing and emerging business development initiatives in a range of industrial applications.
- Core Technologies:
 - Ongoing technoeconomic evaluations supporting aMES[®] commercialisation.
 - Feasibility study based on iBC[®] technology for QGC Shell is progressing positively, with several potentially significant opportunities emerging as a result of ongoing study.
 - Mechanical completion of scaled-up New iBC[®] Pilot Plant, recently completed, with additional pre and post iBC[®] processing stages incorporated, enhancing performance.
- Third-Party Technologies: ongoing evaluations incorporating innovative technologies.
- Commercialisation Activities: include ongoing technoeconomic evaluations to demonstrate the substantial operational, financial and sustainability advantages of the technology portfolio.
- MOU with Middle Eastern EPC to advance salt works feasibility study and target major projects.

PARKWAY CORPORATE (PCL, GROUP)

- Group sales continue to be underpinned by a growing project backlog, with cash receipts during the period increasing to \$1.22 million.
- Strong balance sheet with \$3.35 million in cash reserves as at 30 September 2022.
- Cash balance excludes grant funds, R&D tax incentive rebate for FY22 and other receivables.
- Finalised payment of Contingent Consideration relating to the acquisition of Mawpump Pty Ltd.



Parkway Corporate Limited (“**Parkway**” or the “**Company**”) (ASX: PWN) is pleased to report its activities for the quarter ending 30 September 2022. This report is presented by operating division (strategic business unit), as follows:

- Parkway Process Solutions (PPS)
- Parkway Process Technologies (PPT)
- Parkway Ventures (PV)
- Corporate (Parkway Group)

PARKWAY PROCESS SOLUTIONS (PPS)

Parkway Process Solutions (Parkway Process Solutions Pty Ltd, PPS) is a wholly owned subsidiary and the primary operating division of the Company.

Business & Corporate Development

Growth of PPS

Parkway continues to strategically expand the operations of PPS, by pursuing a range of commercial opportunities relating to industrial water and wastewater treatment, predominantly in Australia. With growing inhouse engineering and technical services capabilities, an innovative product and services offering, and established operations in Perth, Melbourne and Darwin, PPS is well placed to secure larger industrial water treatment related opportunities moving forward.

In addition to generating sales through the provision of conventional water treatment solutions, PPS is increasingly supporting the commercialisation of Parkway’s next-generation technology portfolio, including the delivery of highly differentiated integrated water treatment and industrial process solutions.

Product Development

In support of a range of new and existing business development activities, PPS continues to progress the development of modular water treatment capabilities, specifically focused on opportunities for rapid deployment in high value applications.

As an existing supplier of small-scale ultrapure water (UPW) systems, PPS is leveraging its inhouse capabilities and expertise, to develop larger capacity, high-performance UPW systems, suitable for a range of high-value applications, including defence related applications, and green hydrogen production. Given the growing pipeline of green hydrogen projects and the significant inbound enquiries, PPS considers the opportunity to supply high-performance UPW systems to be an attractive opportunity, well suited to the growing capabilities of PPS.

Expanded Operations

In order to support ongoing growth, particularly the planned expansion of fabrication, assembly and testing related capabilities, during the reporting period, Parkway took possession of two additional warehouse (with integrated office) facilities:

- PPS-Perth - in late July, the West Australian operations of Parkway, relocated to a new and much larger (~2,500 m²) warehouse complex in Bayswater (Perth), incorporating a large warehouse area, office facilities, store, and a range of laydown areas suitable for the planned expansion of operations.
- PPS-Melbourne - in late July, Parkway also took possession of a second warehouse (664 m²) in the Bunnett Business Park, which given the proximity to the existing PPS warehouse, will provide a range of operational synergies.

The enlarged warehouse footprint will enable Parkway to significantly expand both the scale and nature of operations, which will further support Parkway's aspirations of becoming a leading technology leveraged industrial water and wastewater treatment company.

Business Development

During the reporting period, PPS continued to improve its market penetration by securing new business from a diverse range of companies, for the provision of industrial water treatment related products, services, and solutions. PPS continues to grow its client base, which includes large mining and energy companies, a diverse range of industrial companies, as well as engineering services, government, and municipal clients.

Strategic Positioning

In addition to the projects outlined above, PPS continues to progress a broad range of business development opportunities, including collaborations with several previously foreshadowed companies. During the reporting period, Parkway continued to focus on strategically important projects, with less of a focus on short-term revenue generation. Importantly, the growing inhouse product development capabilities, are increasingly assisting PPS in designing modular water treatment (and related process) plants, incorporating technologies being commercialised by Parkway Process Technologies (PPT, see below).

PARKWAY PROCESS TECHNOLOGIES (PPT)

Parkway Process Technologies (Parkway Process Technologies Pty Ltd, PPT) continued to make significant progress in leveraging its proprietary (core) process technology platform to support existing and emerging business development initiatives. PPT also continues to make progress with a range of third-party process technologies, that enable Parkway to provide a broader range of synergistic industrial process technologies.

Many of the developments outlined in the *Parkway Process Solutions (PPS)* section, are being pursued, as they also support the ongoing commercialisation of the PPT technology portfolio. PPT continues to receive unsolicited enquiries from a range of prospective clients requiring industrial process expertise, particularly in the field of processing hypersaline brines, including but not limited to potash and lithium containing brines.

Parkway has previously disclosed an ongoing collaboration with a Middle Eastern EPC (engineering-procurement-construction) company, focused on exploring the feasibility of expanding the operations of a major (globally significant) salt works project, to potentially include an integrated downstream chemical complex. Subject to suitable contractual arrangements being finalised, Parkway expects to support (through a sub-contract entered into with) the EPC company to provide a range of services, including process expertise relating to the beneficial processing of hypersaline brines for the recovery of saleable salt derived products. The EPC company and salt works client are especially interested in PPT's range of proprietary technologies, in an effort to achieve the production of a broader and higher value product mix from the brine resource. Given the prospect of the historical salt works operations, potentially evolving into a large industrial chemical complex, and the Company's existing global strategic partnership with Worley to commercialise both the aMES[®] and iBC[®] technologies - a broader project consortium may be established, as the feasibility study proposal is evaluated by the client.

Following the submission of a suitable feasibility study related proposal to the client, Parkway continued to provide technical support to the EPC company during the quarter. Subsequent to the reporting period, the client requested further details and clarifications from Parkway and the EPC company in relation to the submitted proposal. As a result of the encouraging progress, Parkway and the EPC company have recently executed a memorandum of understanding (MOU) outlining the collaboration of the parties, with additional details provided in the *Activities Subsequent to Reporting Period*, section of this report.

Core Technologies – iBC[®]

The iBC[®] technology involves the pre-treatment of complex brines, particularly from the energy, mining and other industrial sectors, enabling further downstream processing, to reduce wastewater volumes and potentially recover a range of valuable chemical products.

Recent evaluations continue to provide encouragement that in addition to achieving significant wastewater volume reductions, the application of the iBC[®] technology is likely to be able to achieve a highly desirable zero-liquid discharge (ZLD) solution for certain applications. The advantages of a ZLD approach, incorporating an iBC[®] based processing route, also has the potential to create a valuable revenue stream, through the sale of industrial chemicals, particularly sodium hydroxide.

Following recent agreements centred on the iBC[®] technology with global engineering company Worley ([10 Feb 2022](#)) and global energy company Shell ([7 Apr 2022](#)), the Company is also exploring several large-scale and high-value applications of the iBC[®] technology with a range of industrial companies.

New iBC[®] Pilot Plant

In order to support the ongoing commercialisation of the iBC[®] technology, a New iBC[®] Pilot Plant has been constructed, and has recently achieved mechanical completion. In addition to assisting Parkway perform larger scale test work, the New iBC[®] Pilot Plant will also support a range of ongoing commercial discussions with a range of key stakeholders, including prospective clients and partners.

The feasibility study contract recently awarded to Parkway by QGC Pty Limited (a Shell Group company), incorporates a range of process piloting related activities, including with the New iBC[®] Pilot Plant, as outlined below. In order to further improve operational performance, Parkway has recently expanded the New iBC[®] Pilot Plant process train, to incorporate both pre and post processing stages, which has further improved product quality.

QGC Shell Feasibility Study - Overview

On [7 Apr 2022](#), Parkway announced it had been awarded a material contract, a feasibility study, by QGC Pty Limited, a Shell Group company. The material contract is based on Parkway performing a range of evaluations and assessing the feasibility of treating waste brine derived from two of QGC's coal seam gas (CSG) based, water treatment plants, with Parkway's patented iBC[®] technology.

Immediately prior to announcing the feasibility study award, Parkway provided an updated market assessment, indicating that the potential market opportunity for the iBC[®] technology was in the order of \$307 million/yr, or up to \$9.2 billion¹ over the life of existing CSG projects operating in Queensland, Australia. Further details regarding the potential market opportunity for the iBC[®] technology are outlined in the [07 Apr 2022](#) announcement.

QGC Shell Feasibility Study - Experimentation & Engineering

The production of caustic soda (sodium hydroxide) is a key component of the iBC[®] based flow sheet being evaluated by Parkway, for the purposes of the feasibility study awarded by QGC Shell. As part of the iBC[®] based experimentation and benchtop piloting related activities, Parkway has successfully produced the first ultrahigh concentration (>50% w/w) sodium hydroxide solution, from a concentrated waste brine derived from QGC's CSG wastewater treatment plants.

Parkway has performed extensive experimentation and piloting, in order to establish a range of optimal process conditions for the proprietary iBC[®] based flow sheet. These activities are being performed on concentrated brines sourced from two of QGC's largest CSG wastewater treatment plants. Once the optimal process conditions have been established at bench scale, the preferred iBC[®] based flow sheet will be validated by performing larger scale piloting, on the New iBC[®] Pilot Plant.

In parallel to the ongoing experimental and piloting activities, the engineering phase of the feasibility is well underway, with preparation of a range of engineering deliverables, including datasheets for key process equipment, with several techno commercial proposals received from major equipment suppliers (OEMs), predominantly from Europe.

¹ Estimates based on evaluations performed by the Company, incorporating information from a range of public and internal sources. These estimates are provided for illustrative purposes only and should not be relied on for any investment related purposes. All estimates are subject to review, and may be revised or withdrawn, without notice.

Parkway is also collaborating with Worley and QGC Shell, in relation to determining the necessary non-process related infrastructure (NPI) required to deliver the project, based on the proposed project location, an existing QGC Shell industrial site.

QGC Shell Feasibility Study - Additional Opportunities

Ongoing discussions with Shell continue to be highly encouraging, in relation to potential options for Parkway to assist in the delivery of an industrial process plant based on the iBC[®] and related proprietary technologies developed by Parkway, including aMES[®] related process innovations. These discussions have also identified a range of potential opportunities beyond the current QGC project, including significant international opportunities, however such discussions are preliminary in nature, and will likely depend on the outcomes of the current feasibility study.

Core Technologies – aMES[®]

The aMES[®] technology enables the processing of concentrated industrial process and wastewater streams including brine solutions, to recover a range of valuable compounds, reagents, and fresh water.

In late 2020, Parkway finalised the Karinga Lakes Potash Project – Pre-feasibility Study (KLPP-PFS), which assisted the Company to demonstrate the significant advantages of the aMES[®] technology in a sulphate of potash (SOP) related application. In conjunction with the KLPP-PFS, a new state-of-the-art aMES[®] pilot plant was commissioned, providing Parkway with an important process demonstration, optimisation and validation capability, an essential requirement for successful commercialisation of the aMES[®] technology.

The performance data generated by the aMES[®] pilot plant, is providing important information that will impact the engineering design of a commercial-scale modularised aMES[®] plant. An important advantage of the aMES[®] technology that is of increasing interest in SOP production, is that the aMES[®] technology incorporates a direct induced crystallisation approach, which avoids the requirement for flotation-based processing. Recent experiences with flotation by various SOP projects under development in Australia, highlight the challenges associated with flotation-based flow sheets, particularly when processing feed salts of varying quality, which invariably occurs, when dealing with natural evaporation derived mixed (KTMS type) salts.

The iBC[®] feasibility study related activities outlined above, also include a range of aMES[®] technology related innovations, in order to achieve optimal project outcomes.

Additional details regarding a proposed feasibility study for a salt works project, which may incorporate the aMES[®] technology, are also outlined above.

During the reporting period, Parkway continued to perform a range of aMES[®] technology related techno-economic evaluations as well as engage in discussions with several parties, to further advance a range of prospective commercial arrangements.

Core Technologies – Other

By leveraging the process engineering capabilities of Parkway, PPT has developed innovative applications for a range of water and wastewater treatment related processes, to achieve improvements in the processing and treatment of challenging industrial wastewater streams. Parkway continues to make progress with several innovative technologies, addressing a range of industrial applications, particularly complex wastewater streams, associated with large scale energy and mining operations.

Additional target applications include the removal and/or recovery of organic compounds and/or nutrients from a range of industrial waste streams. In order to advance technology development and commercialisation targeting this market segment, Parkway will shortly commence a new project titled, “*An integrated water treatment process for valuable nutrient recovery and purification from industrial waste streams*”. This project is supported by Australian Research Council (ARC) funding, with additional details provided in the *Research Grant Funding* section of this report.

In addition, Parkway continues to develop new technologies as well as identify additional applications for its portfolio of proprietary process technologies, to solve high-value problems facing industry.

Third-Party Technologies – Various

As part of efforts to further expand the coverage of Parkway's cutting-edge technology portfolio, Parkway is continually evaluating a range of prospective technology platforms. The most attractive technology platforms are those that not only provide substantial efficiency, financial and sustainability related advantages over conventional processes, but are also highly complementary with Parkway's existing (core) technologies.

During the reporting period, PPT continued to develop and assess the feasibility of a variety of innovative industrial water treatment related technologies. This process typically incorporates a range of desktop, experimental and piloting related activities. Encouragingly, Parkway continues to make strong progress in building a portfolio of technologies, capable of providing a highly integrated process solution, for a range of wastewater and process streams traditionally considered difficult to treat. Potential applications for these emerging technologies include, but are not limited to, the treatment of a range of complex industrial wastewater streams, acid and metalliferous drainage (AMD), municipal waste streams including landfill leachate.

Commercialisation Activities

Parkway continues to perform a range of evaluations to demonstrate the substantial operational, financial and sustainability advantages of the technology portfolio, incorporating both the core and third-party technologies, as outlined above.

PARKWAY VENTURES (PV)

Parkway Ventures (Parkway Ventures Pty Ltd, PV) holds all resource project and royalty related interests owned by Parkway.

Karinga Lakes Potash Project (KLPP, 40% working interest)

Parkway currently holds an equity interest in the Karinga Lakes Potash Project (KLPP), through Parkway Ventures. The KLPP is a joint venture between Verdant Minerals Pty Ltd and Consolidated Potash Corporation Pty Ltd (a wholly owned subsidiary of Parkway), which is administered through Territory Potash Pty Ltd (JV Operator).

By way of background, on [05 Nov 2020](#), Parkway announced completion of the KLPP-PFS, a pre-feasibility study based on the strategic application of the aMES[®] technology. The Company notes the recent strength in agricultural commodity markets, is supporting elevated fertiliser prices, with the primary target product from the KLPP, sulphate of potash (SOP), trading significantly higher than the prices assumed by Parkway in the KLPP-PFS.

Following completion of the KLPP-PFS, a previously disclosed tenement rationalisation process, and the recent finalisation of joint venture accounting processes, on [24 Jun 2022](#), Parkway announced it had satisfied the requisite earn-in requirements, resulting in Parkway increasing its interest in the KLPP from 15% to 40%.

As at 30 September 2022, exploration tenure for the KLPP project area was held in the three newly granted exploration licences, details of which are outlined in the *Tenement Interests* section of this Quarterly Report, outlined below.

As a result of a joint venture administration related procedures outlined above, during the quarter, no substantive mining exploration activities occurred in relation to this project.

Mineral Resources

The Mineral Resource Estimate underpinning the KLPP-PFS is summarised below.

Lake	Mineralisation Contained in Drainable Porosity	Indicated Mineral Resource contained in Total Porosity that meets reasonable prospects of economic extraction	Production
	Potassium Tonnage (kt)	Potassium Tonnage (kt)	Potassium Tonnage (kT)
Lakes included in the mine plan (x8)			
Sub Total	300	580	430
Remaining Lakes (x16)			
Sub total	220	430	
Totals	520	1000	430

The Mineral Resource estimate underpinning the production targets in this announcement was prepared by a competent person in accordance with the requirements of the JORC Code 2012.

COMPETENT PERSONS STATEMENT

Parkway reported the Mineral Resource estimate for the Karinga Lakes Potash Project in accordance with Listing Rule 5.8 in its ASX announcement dated 5 November 2020. Parkway confirms that it is not aware of any new information or data that materially affects the information included in the announcement of 5 November 2020 and that all material assumptions and technical parameters underpinning the estimates in the announcement of 5 November 2020 continue to apply and have not materially changed.

Other Resource Projects

During the quarter, Parkway continued to consider potential involvement in a number of additional resource projects, whereby Parkway may contribute its proprietary process technologies related capabilities, in exchange for Parkway receiving agreed equity interests and/or royalties in the respective project/s. In the event Parkway is successful in adopting this strategy, Parkway intends to leverage its technology portfolio to gain economic exposure to additional resources project/s (including, amongst others, lithium brine projects), without necessarily incurring material balance sheet exposure. For the avoidance of doubt, this technology commercialisation strategy is consistent with the previously disclosed [innovative business model](#), being pursued Parkway.

CORPORATE

Quarterly Sales

As a result of ordinary operations, Parkway generated group sales of approximately \$0.92 million, with cash receipts of \$1.22 million, underpinned by a growing project backlog with high likelihood of revenue conversion in the near term.

Given the increasing levels of business development activities described above and the ramp-up period associated with onboarding new projects, the project backlog provides Parkway with confidence in relation to building a growing revenue base moving forward.

Funding

During the quarter, Parkway experienced moderate cash outflows (\$0.69 million), largely as a result of ongoing investment in the technology portfolio, expanding the operations of Parkway Process Solutions, as well as funding work in progress, including the associated build-up of inventory.

Notwithstanding the ongoing investment in a range of strategic initiatives including the expansion of operations, as at 30 September 2022, Parkway held cash reserves of \$3.35 million, excluding i) undrawn grant funds, ii) R&D rebate for FY22, and iii) other receivables. The strong cash position means Parkway is well funded to execute its near-term business activities, including the continued roll-out of PPS, to the point where it is anticipated to make an increasingly significant revenue contribution to the group.

Research Grant Funding

Parkway has a strong track-record in securing a range of grants, including from the Australian Research Council (ARC), to support innovative research and development (R&D) and associated commercialisation related activities. Parkway is regularly invited to participate in several research grant schemes designed to fund innovative research, which Parkway intends to pursue, where research interests align, and commercial arrangements are consistent with Parkway's requirements.

Parkway continues to make progress with several innovative technologies with potential applications in removal and/or recovery of organic compounds and/or nutrients from a range of industrial waste streams. In order to assist in funding these R&D related activities, Parkway has recently agreed to participate in an ARC supported research hub focused on the circular economy. The name of the project being performed by Parkway is, "*An integrated water treatment process for valuable nutrient recovery and purification from industrial waste streams*". The overall budget for the project developed by Parkway, is in the order of \$1,140,000 (excluding in-kind contributions), over a period of 4 years, where Parkway will be required to make an annual contribution in the order of \$125,000, for the duration of the project. The balance of project funding (\$640,000) will be provided by the ARC and Parkway's longstanding research partner Victoria University, leveraging Parkway's contribution to provide a larger project budget.

A proportion of the R&D activities performed at Victoria University in collaboration with Parkway, including the construction, testing and operation of state-of-the-art aMES[®] and iBC[®] pilot plants, is funded by previously awarded grant funding.

Parkway acknowledges the financial support of the Australian Government through the Australian Research Council.

R&D Rebate

As a technology focused company, Parkway continues to invest in a range of research and development related initiatives. As a result of these ongoing activities, Parkway expects to receive an Australian Government research and development tax incentive (R&DTI) payment in relation to eligible activities performed during FY22, as well as FY23.

Cash on Hand

As at 30 September 2022, the company held \$3.35 million in cash reserves. As outlined above, it should be noted that the reported cash balance excludes, i) undrawn grant funds, ii) the anticipated R&D rebate for FY22, and iii) other receivables.

Supply Chain Impacts

Parkway continued to experience a range of disruptions during the quarter, including significant delays in the transportation of key products, including parts. Whilst there have been limited improvements in transport schedules, these challenges are an industry wide phenomenon and continue to significantly delay the completion of several awarded projects, and the corresponding recognition of revenues.

Investor Relations

The Parkway Group Managing Director & CEO, Bahay Ozcakmak, provided a number of interviews during the reporting period. Parkway also released a corporate presentation on [03 Oct 2022](#), providing an update on important strategic developments, as well as recent operational performance.

Other Items

As a result of joint venture administration procedures relating to the Karinga Lakes Potash Project (KLPP, as outlined above), during the quarter, no substantive mining exploration activities occurred in relation to this project.

During the same period, \$0.68 million was incurred in relation to staff costs, \$0.43 million in administration and corporate costs, and \$0.80 million for cost of goods sold and additional inventory.

Additional details are provided in the attached *Appendix 5B*.

Payments to Related Parties

As outlined in the attached *Appendix 5B* (section 6.1), during the quarter approximately \$0.19 million in payments were made to related parties and their associates for director salaries, consultancy fees, superannuation, and other related costs.

Tenement Interests

As at 30 September 2022, Parkway held an interest in the following Mineral Exploration Licences (ELs) held through the KLPP-JV:

Australian Projects – Karinga Lakes Potash Project

Tenement ID	Location	State	Interest ²
EL32249	Karinga Lakes	NT	40%
EL32250	Karinga Lakes	NT	40%
EL32251	Karinga Lakes	NT	40%

Activities Subsequent to Reporting Period

MOU with Middle East EPC Company

On 12 October 2022, Parkway entered into an MOU with a Middle Eastern EPC company. The MOU provides an agreed collaboration framework to pursue a range of common objectives, including:

- Continued collaboration in relation to pursuing the provision of a feasibility study (subject to award) for a third-party client, in relation to expanding the operations of a major (globally significant) salt works project, to potentially include an integrated downstream chemical complex.
- Future collaboration in relation to certain target projects, as mutually agreed, which are predominantly located within the Middle East, and likely to consist of applications involving the treatment of wastewater generated from utility scale desalination plants and/or the oil and gas industry.

² Following recent satisfaction of the earn-in requirements, as announced on 24 June 2022, the KLPP-JV parties are working collaboratively to assign the Company's interest in the KLPP tenements and undertake the administrative process to register the Company's interest in a timely manner.

Payment of Contingent Consideration

On [03 Sep 2021](#), Parkway announced the acquisition of Mawpump Pty Ltd. In addition to payment of the Upfront Consideration at the time of the acquisition, a Contingent Consideration was payable 12 months after Completion. As the Warranted Revenue for the acquisition of Mawpump Pty Ltd was satisfied and following a series of agreed adjustments primarily relating to the timing of certain payments, Parkway has recently made a final payment of \$259,086.27, in satisfaction of the Contingent Consideration payable by Parkway.

On behalf of Parkway Corporate Limited.



Bahay Ozcakmak

Group Managing Director & CEO

The attached Appendix 5B has been authorised for release by Bahay Ozcakmak (Group MD & CEO) and Robert Van der Laan (Group CFO).

ADDITIONAL INFORMATION

For further information or investor enquiries, please contact:

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FORWARD-LOOKING STATEMENTS

This announcement may contain certain “forward-looking statements”. The words “continue”, “expect”, “forecast”, “potential” and other similar expressions are intended to identify “forward-looking statements”. Indications of (and any guidance on) future earnings, financial position, capex requirements and performance are also “forward-looking statements”, as are statements regarding internal management estimates and assessments of market outlook.

Where Parkway expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have a reasonable basis. However, “forward-looking statements” are not guarantees of future performance and involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of Parkway, its officers, employees, agents and advisors, that may cause actual results to differ materially from those expressed or implied in such statements. There can be no assurance that actual outcomes will not differ materially from these statements. There are usually differences between forecast and actual results, because events and actual circumstances frequently do not occur as forecast and their differences may be material.

Parkway does not undertake any obligation to publicly release any revisions to any “forward-looking statements” to reflect events or circumstances after the date of this announcement, or to reflect the occurrence of unanticipated events, except as may be required under the applicable securities laws.

ABOUT PARKWAY CORPORATE LIMITED

Parkway Corporate Limited is an Australian cleantech company focused on developing and implementing, industrial-scale innovative water treatment solutions. Parkway is listed on the Australian Securities Exchange (ASX: PWN) and is emerging as an innovative player in water related sustainability solutions. With significant inhouse technical expertise and established partnerships, Parkway is well-placed to deliver the next generation of wastewater treatment plants, incorporating the company’s portfolio of world-class technologies.

Parkway operates through three (3) core business units, comprising:

- Parkway Process Solutions (PPS) – Parkway’s primary operating division and an emerging provider of industrial water treatment products, services, solutions and associated technology to customers throughout Australia. PPS has recently established commercial relationships with key water industry participants, including globally recognised OEMs;
- Parkway Process Technologies (PPT) – Parkway’s technology development, acquisition, and commercialisation division. PPT owns a portfolio of industrial wastewater treatment technologies, including the patented aMES® and iBC® process technologies. PPT has global aspirations and is supported by a network of strategic partners, including global engineering company Worley; and
- Parkway Ventures (PV) – holds a portfolio of project equity and royalty interests, including interests relating to Parkway’s Karinga Lakes Potash Project in the Northern Territory of Australia.

Additional information regarding Parkway, including an overview of the corporate structure of Parkway and the companies in its corporate group, can be found at: www.pwnps.com/pages/about-us.

SOCIAL MEDIA & EMAIL ALERTS

Parkway is committed to communicating with the investment community through all available channels. Whilst the ASX announcements platform remains the most appropriate channel for market-sensitive news about Parkway, investors and other interested parties are also encouraged to:

- follow Parkway on LinkedIn, Twitter, Facebook and YouTube; and
- subscribe for our email alert service, Parkway News Alerts, on our website (www.pwnps.com).

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Parkway Corporate Limited

ABN

62 147 346 334

Quarter ended ("current quarter")

30 September 2022

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (03months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	1,220	1,220
1.2 Payments for		
(a) exploration & evaluation	-	-
(b) development	(5)	(5)
(c) production	-	-
(d) staff costs	(677)	(677)
(e) administration and corporate costs	(429)	(429)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (Cost of goods sold & inventory purchase)	(796)	(796)
1.9 Net cash from / (used in) operating activities	(687)	(687)
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	(24)	(24)
(d) exploration & evaluation	-	-
(e) investments	-	-
(f) other non-current assets	-	-

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (03months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	2	2
	(d) investments	-	-
	(e) 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	(22)	(22)

3.	Cash flows from financing activities		
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	-	-
3.5	Proceeds from borrowings	-	-
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)	-	-
3.10	Net cash from / (used in) financing activities	-	-

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	4,055	4,055
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(687)	(687)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(22)	(22)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (03months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	3,346	3,346

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	3,301	3,301
5.2	Call deposits	45	45
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)	3,346	3,346

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	189
6.2	Aggregate amount of payments to related parties and their associates included in item 2	
<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>		

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7. Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<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>		
7.1 Loan facilities		
7.2 Credit standby arrangements		
7.3 Other (please specify)		
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.		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(687)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(687)
8.4 Cash and cash equivalents at quarter end (item 4.6)	3,346
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	3,346
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	4.87
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1 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:	
8.8.2 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:	

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer:

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 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: 27 October 2022

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 6: Exploration for and Evaluation of Mineral Resources* and *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 standards apply 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.