

QUARTERLY ACTIVITIES REPORT APPENDIX 4C Quarter ended 30 September 2023

PERTH AUSTRALIA, 31 October 2023: PARKD Ltd (“PARKD” or the “Company”) (ASX:PKD) lodges the attached Appendix 4C Quarterly Cashflow Report for the 3 months period ended 30 September 2023 and provides the following update on its activities for the quarter.

This quarter saw the Company make 2 important announcements that represent a significant shift in scale of the company’s construction activity and IP through its partnership with Fielders and use of its product Slimdek.

The Company entered into an Exclusivity Agreement with Fielders Steel Roofing (Fielders) (a division of Bluescope Steel Limited) in respect of the Proposed Licencing of PARKD’s Metal Deck Support System IP. Fielders has an exclusive 120 day to complete technical and legal due diligence period and for the parties to finalise terms of a Licencing Agreement. The Exclusivity Agreement follows joint R&D outcomes as outlined in the Company announcement on the 25th November 2022.

The Exclusivity Agreement was agreed following an initial technical due diligence period where the companies undertook:

- Research and Development demonstrating the veracity of the IP performance through testing conducted by Curtin University and manufacturing
- Manufacturing Supply Chain Assessment to determine unit costs and productivity scaling
- Engineering design review and compliance with the Australian National Construction Code

Other than the 120 day exclusivity period (which is legally binding), the Exclusivity Agreement contemplates non binding terms and conditions for the licensing of IP owned by PARKD to Fielders for distribution, sale, market and manufacture under commercial Licensing Terms and Conditions to be agreed that include the following considerations:

- License Rights
- Royalty (Percentage fee on Sell Price)
- Supply Cost
- Limited Liability
- Regional Territory
- Competition
- Performance

ASX Release

The MoU signed on the 25th November 2022 by the two companies was entered into after identifying the exciting potential for their respective IP technologies to offer the Australian construction market a system of building that could be “flat packed” and installed on projects without the need for specialised labour or subcontractors.

Fielders high performing metal deck slab system will be integrated with PARKD’s Patented CVBTM, to create a superior low carbon solution for construction of Car Park and Commercial Developments.

There are no conditions precedent to the to the Exclusivity Agreement, however, investors should note that there is no guarantee that a formal binding agreement will be reached between the parties.

The commencement of Stage 2 construction works for Quattro Automotive on a new Audi Dealership in Myaree, Perth Western Australia further strengthens the Company’s position as a contracting partner in the Automotive Retail sector. PARKD has been contracted to deliver Stage 2 turnkey construction services including supply, installation, assembly and fitout works. Works will commence in October 2023 and estimated to be completed by December 2024.

The value of the Stage 2 works is \$9,500,000 under terms and conditions that are industry standard for a contract of this nature.

The development will consolidate sales, servicing, pre-delivery and parts into a vertically integrated facility utilising the PARKD prefabricated permanent structural solution throughout the build. The use of the PARKD solution will accelerate the construction program and minimise the risk of supply chain material escalation and resources availability whilst halving the amount of concrete and subsequent carbon impact compared to traditional construction.

In respect to fee paying activity, during the quarter the company commenced technical advisory works with South Metropolitan Health Service and significantly progressed works for Perth Airport Authority, Woolworths and John Hughes Automotive Group.

Together these works present a bank of potential opportunities for the company to secure further technical and construction projects into the future whilst positioning PARKD as a leading specialist in the development of multi-level car park structures.

Net operating cash outflows for the quarter totalled \$91,000 and the Company’s cash reserves at 30 September 2023 was \$348,000.

Revenue for the quarter comprised fee income for technical services provided to various clients and progress claims in the quarter on the Audi Myaree and John Hughes projects.. Expenditure for the quarter consisted of general project, administrative and compliance costs that were consistent with the Company’s stated business objectives.

With regards to item 6.1 of the Appendix 4C totalling \$78,000, the Company advises that it consisted of salary and superannuation payments to directors except for the Chairman. The Chairman’s remuneration for the quarter was accrued but not paid; the Chairman may elect to receive his remuneration to October 2023 by issue of shares in lieu of cash payment subject to the required shareholder approval as was previously done for fees up to 31 December 2022.

ASX Release

This announcement has been approved for release by the Board of Directors.

[ENDS]

For further information, please contact:

Peter McUtchen

Managing Director:

Email: pmcutchen@parkdgroup.com

Phone: +61 431 020 429

ABOUT PARKD LTD

PARKD has intellectual property rights to aspects of an innovative lightweight concrete “modular” car parking system. The modular aspect of the system and the minimising of structural weight provides the ability to relocate the car park or adapt it to parking demands by adding or subtracting to the structural levels of the car park. The PARKD Car Park System is currently designed for single or multi rise arrangements of up to 6 levels including ground level. The PARKD Car Park System is prefabricated offsite with the potential to reduce construction time, cost and site disruption when compared to traditional construction methods.

ABOUT FIELDERS

Fielders Steel Roofing is a division of BlueScope Steel Limited (ASX:BSL). Fielders’ operations have been servicing Australia’s residential, industrial and commercial construction industries for over 115 years with unique and innovative products, first class engineering and testing resources as well as a strong commitment to quality customer service and support make them leaders in metal roll-forming manufacture and supply. Products include roofing and cladding in a range of profiles and gauges, fencing systems, rainwater goods, gutters, flashings, sheet metal fabrication, fascia, purlins, doorframes, KingFlor® structural decking, Endurance Sheds and Centenary Carports and Verandahs.

Fielders manufacture a comprehensive range of roll-formed steel products that are supplied to commercial, industrial and domestic building markets with sites throughout South Australia, Western Australia, New South Wales and Victoria and with Lysaght acting as an agent for Fielders, selling our products in Queensland, the Northern Territory and Tasmania.

Appendix 4C

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

Name of entity

PARKD LTD

ABN

94 615 443 037

Quarter ended ("current quarter")

30 SEPTEMBER 2023

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers (net of GST)	445	445
1.2 Payments for		
(a) research and development	-	-
(b) product manufacturing and operating costs	(123)	(123)
(c) advertising and marketing	-	-
(d) leased assets	-	-
(e) staff costs	(268)	(268)
(f) administration and corporate costs	(146)	(146)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	1	1
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(91)	(91)
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 (3 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 – Bank Guarantee released	37	37
2.6	Net cash from / (used in) investing activities	37	37

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	402	402
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(91)	(91)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	37	37

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	348	348

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	348	402
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)	348	402

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	78
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>		

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

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.</i>		
<i>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)	(91)
8.2 Cash and cash equivalents at quarter end (item 4.6)	348
8.3 Unused finance facilities available at quarter end (item 7.5)	-
8.4 Total available funding (item 8.2 + item 8.3)	348
8.5 Estimated quarters of funding available (item 8.4 divided by item 8.1)	3.82
<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: 31 October 2023

By the Board of Directors

Authorised by:
(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.