

31 October 2024 | ASX Announcement

QUARTERLY ACTIVITIES REPORT

for September 2024 Quarter

HIGHLIGHTS

- **Company Building an Australian Business**
- **Appointment of Ben Barlow as a Non-Executive Director**
- **Joint Venture to Advance RLF Carbon Strategy**
- **Stronger than Expected South East Asia Deliveries**
- **China Results Better than Planned**
- **Cash Balance at 30 September 2024 was \$3.7 million**

Australian based global plant nutrition company, RLF AgTech Ltd (**RLF** or the **Company**) (ASX: RLF), presents its Quarterly Activities Report for the quarter ended 30 September 2024 (**Quarter**).

GENERAL BUSINESS

Company Changes

On 6 August 2024, the Company announced the termination of the Australian Distribution Agreement (**Agreement**) which previously provided exclusive rights to a third-party to manufacture and sell RLF AgTech products in Australia, excepting Queensland, which was excised from the Agreement in May 2024 to facilitate acquisition of the assets and business operations of LiquaForce.¹

Post termination of the Agreement, the Company assumed full control over the production and sale of its products in Australia, providing a substantial opportunity for the Company to restructure its operations, leveraging the extensive Australian market to drive future business expansion.

The Company established a separate trading entity named RLF Australia Pty Ltd, for this purpose, and appointed experienced General Manager Paul Clausen to develop and execute the Australian strategy. Progress during this period is further detailed under the section called **Australian Business**.

¹ Refer to ASX Announcements dated: 2 and 17 May 2024.

AUSTRALIAN BUSINESS

Sales Model

In Australia, the Company will sell RLF products through the existing networks of agricultural retail distributors. This is considered the fastest way to expand sales, as it allows RLF to leverage the distribution and support systems already in place today.



Figure 1: Sales model of the Australian Business

Existing Distribution Landscape in Australia

In the Australian market and broadly speaking, the existing networks of agricultural retail distributors operate from approximately 1,300 physical outlets. This consists of about 600 outlets for the large distributors (such as Nutrien and Elders), and around 700 outlets for the medium-sized distributors, plus many smaller agency-based distributors.

The Company's objective is to enter into formal distribution agreements for the representation, promotion and sale of RLF Products into the Australian market.

There are numerous reasons for selling RLF products into current retail distribution channels, including:

- Increases the range and availability of liquid crop nutrition products as many stores do not have an extensive range of these types of products.
- Value-adds and sells alongside chemicals (pesticides, herbicides, and fungicides) which are applied at the same time, in the same tank mix. RLF products help chemicals work better, and buffer the plant more.
- Promotes documented history of RLF Products giving farmers more profit through increased yields, typically providing an excellent financial business case and ROI.

Actions Taken to Start the Australian Business

During the Quarter, the Company commenced actions required to expedite the set-up of the Australian Business. This included recruitment of key management, sales and other roles required to support a retail distribution network. To date, the Company has appointed a General Manager and a Marketing and Training Manager, and has engaged prospective Retail Support Managers for appointments when required.

The Company has established an integrated software platform to support online training and distribution of both educational and marketing materials. In addition, the system will also manage the online ordering and customer loyalty and incentive programs that will be available to farm customers.

Further, planning is underway for the upgrading and expansion of manufacturing capacity, including the establishment of a new manufacturing facility to support the farming areas located in New South Wales and Victoria.

Australian Market Potential for RLF Products

The Australian Business unit is being positioned to take advantage of the extensive market potential for RLF products in Australia.

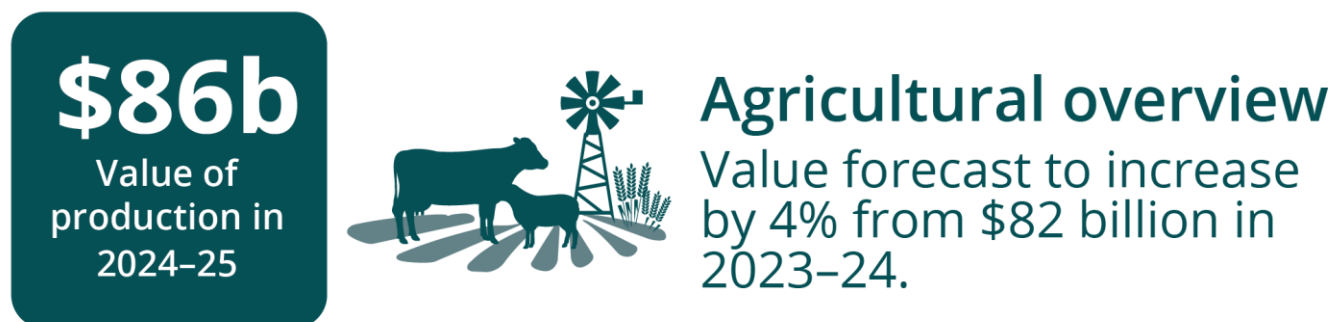


Figure 2: Agricultural overview by value²

In terms of agricultural production, the principal crop types served by the Company's products represent 59% of the total agricultural and forestry value of production for the year 2022-2023. The key agricultural sectors, including broadacre and horticulture, encompass 28.84 million hectares. Additionally, some of the Company's products are applicable to the grazing modified pastures market, which covers an additional 45.18 million hectares.²

Growth in the specialty fertilisers market, such as the Company's products, is being driven by the pressures being exerted to reduce farmer dependency on commercial fertilisers, whilst simultaneously achieving higher crop yields with products that have a lower environmental impact. The specialty fertiliser market in the Asia Pacific region is projected to grow at the highest CAGR during the 2022-2027 period.³

LIQUAFORCE BUSINESS

As Company completed the acquisition of the LiquaForce business and certain related assets on 17 May 2024, this quarter represented the first full reporting quarter contribution from the LiquaForce Business.

Rain events delayed the start to the sugarcane season which resulted in postponed early sales, with a slower start to the season being experienced by growers. The season peak has been pushed further into the December quarter, with hope that it will be less effected by the unfavourable weather conditions.

As announced to the market on 29 July 2024, the acquisition provided the Company with the ability to manufacture and distribute RLF products for both the Queensland and export markets. The Company has started some initial RLF product sales, including into chickpea crops, which have shown positive results, with yield improvements of ~10% being reported.

² LITCHFIELD, F. and READ, A., *Agricultural overview*. Department of Agriculture, Fisheries and Forestry, <https://www.agriculture.gov.au/abares/research-topics/agricultural-outlook/agriculture-overview>.

³ Markets and Markets. *Specialty Fertilizers Market by Technology*. <https://www.marketsandmarkets.com/Market-Reports/specialty-fertilizer-market-57479139.html>

At one farm in Kilcummin, Queensland, the harvest from the chickpea crops recorded some peak yields of 2.96 tonnes per hectare, which is an excellent result when compared to an average yield of ~2 tonnes per hectare being considered normal.

The Company continued its training for RLF products for Queensland's broadacre and horticulture markets, with sales expected to accelerate further into the season as more growers look to evaluate product performance on-farm.



Figure 3: Harvesting a chickpea crop in Kilcummin, Queensland that had applied RLF AgTech products for on-farm evaluation.

Cash Receipts

The LiquaForce Business received cash receipts of \$2.5 million from its customers in the September Quarter FY2025.

CHINA BUSINESS

While the September quarter has always been a quieter quarter in terms of the seasonality in the China market, the sales revenue exceeded budgeted expectations by approximately 25%. The China Business has continued to achieve positive results in customer acquisition, with a total of 28 new distributor customers engaged across 17 different regional markets.

Trial Programs

The Company continued to conduct product demonstration trials with farmers to verify performance and effectiveness, and to support the direct promotion of RLF products. During the Quarter, the China Business successfully completed 66 field trials and conducted 41 in-market farmer meetings.

Three specific trial results are worth detailing during the Quarter, as they clearly demonstrate how RLF plant nutrition programs support improved crop performance, even in adverse and extreme weather conditions.

Kundu Farm, Inner Mongolia Province

The sugar beet crop, after withstanding severe drought followed by floods, achieved remarkable results from an RLF nutrition program consisting of four RLF products. A crop yield increase of 7.5 tonnes per hectare with improved sugar content of an increase of 2.1°Bx, resulting in an increase in income of approximately \$1,642 per hectare.

Beitun City, Xinjiang Province

The sunflower trial used RLF's Ultra Foliar products which resulted in a yield increase of 443 kg per hectare, being a 14.7% improvement. Financially, this represents an additional profit of approximately \$1,125 per hectare or a ROI of ~6 times.

Lao Jia Zi Village, Liaoning Province

Two RLF products, Broadacre Plus Ultra Foliar and PowerPK, were applied to a peanut crop after it had experienced extreme weather challenges, including early drought and then typhoon-related rainstorms. Results showed a yield increase of 6.4%, increasing income by \$4,900 per hectare or a ROI of 15 times.



Figure 4: (From left to right) Sunflower trial in Beitun City, Xinjiang. Sugar beet trial in Kundu Farm, Inner Mongolia; and Peanut trial in Lao Jia Zi Village, Liaoning.

Cash Receipts

The China Business received cash receipts of AU\$2.3 million from its customers in the September Quarter FY2025.

ASIA BUSINESS

Vietnam

During the Quarter the team participated in numerous training and promotional events, supporting the four distributors in this market. As this is typically the quieter time of the season, many of the distributors held their annual dealer conferences, which is a combination of both training and social events. The Company was represented at these conferences, promoting its products to the dealers who are the forward-facing people selling to the farmers.



Figure 5: Top left: RLF Products, proudly on display in a dealer retail outlet in Vietnam. Top right: RLF Products on display at the KONA product training session. Bottom left: KONA distributor Gala Dinner and awards night. Bottom right: Training session for VINCO dealers.

Cambodia

In July 2024, the Company shipped 12 RLF products to Cambodia, which are now being sold into the local market. Our distributor in Cambodia continues to perform many field trials in support of promoting RLF products in the Cambodian market. Results of these trials continue to show positive results.

Philippines and Malaysia

The team continues to work on progressing product registrations that will allow supply of RLF products into the Philippines market through its Distribution Partner, Taipan Brand Farms Inc. In Malaysia, on-site trials of RLF products have concluded, and management is hopeful that a distribution agreement can be completed by early FY2025.

Other Markets

During the period the Company continued its early-stage development of market opportunities in India, which is an opportunistic market for the Company, but will take time and effort in its development. Recently, the Company agreed to commence evaluation trials with two large distributors, and are also in discussion with two other prospective distributor partners to undertake trials.

Durian Trial Results

The Company's 12-month Durian Trial concluded with the harvest in September 2024, with the final report formally released to the market subsequent to the period on 23 October 2024. The RLF-conducted trial results demonstrated a significant increase in fruit yields and superior agronomic outcomes in tree growth and development. The full report can be found at www.rlfagtech.com/durianreport.

Fruit Yield	<ul style="list-style-type: none">○ The average combined fruit weight per RLF-treated tree was ~20% higher compared to the control group, with individual fruits weighing ~23% more.
Tree Growth	<ul style="list-style-type: none">○ RLF-treated trees experienced ~22% more height growth and ~45% more canopy diameter expansion compared to control trees over 12 months.○ Trunk diameter growth was ~26% higher, reinforcing the structural growth and strength of the trees.
Economic Impact	<ul style="list-style-type: none">○ RLF-treated trees yielded a total output increase of ~19%, resulting in an ~85% increase in profit for the farmer when compared to the Control-treated trees.○ The ROI for the RLF program was ~16 times the input cost, with only ~A\$34 more spent compared to traditional practices used on the Control program.

Table 1: Highlights of the Durian Trial results



Figure 6: Comparison between the RLF-Treated and the Control durian fruit

The Company will use this Durian Report to promote an integrated crop nutrient program, using the demonstrated RLF products that helped achieve these results as they show how the products can benefit the farmers. The results will also be used in direct promotions and marketing. In addition to the Durian trial, the team continues to manage trials with other crop types, including a new focus on coffee plants.

Cash Receipts

The Asia Business received cash receipts of AU\$0.2 million from its customers for the September Quarter FY2025.

CARBON

The Company's new model for the RLF Carbon business has started to take shape, with the signing of two agreements for establishing strategic alliances during the Quarter.

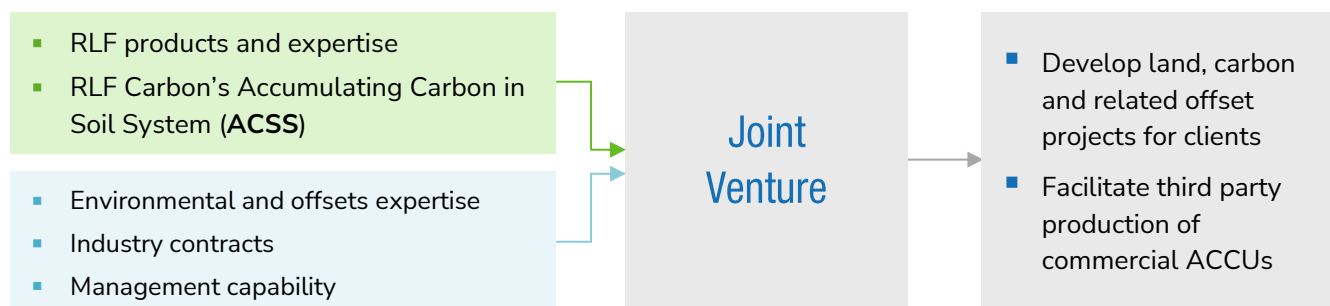


Figure 7: RLF Carbon's new business model

The first agreement was announced on 13 August 2024 with Winterleaf Holdings. Winterleaf, led by Mark Lewis, is an established Carbon Project Developer working in the environmental offsets and agriculture space. The JV leverages the expertise and connections of Mr Lewis, who brings a wealth of experience, and a distinguished resume to the JV. Together, the parties are working on the commercialisation of the RLF ACSS program.

The second agreement was announced on 9 September 2024 with Carbon Ag Solutions. The companies have formed an alliance to, amongst other initiatives, develop the new ACSS PLUS methodology, a carbon sequestration methodology that combines the RLF ACSS program together with the Carbon Ag Solutions products and carbon methodologies.

These strategic alliances bring together expertise in soil carbon development and management, and combine it with RLF's products and core competencies in the ACSS (Accumulating Carbon in Soil System) methodology, to sequester carbon dioxide from the air and store it in the soil using conventional commercial farming operations.

If successful, ACSS would allow commercial farmers to establish carbon projects on their farms, with very little change to their existing farm practices.

Hillston Soil Carbon Project

The Company's first registered Carbon project in Hillston, NSW has now been operating for one year. Since the last update, the crop has been harvested with the Company evaluating when to progress to the testing stage. If testing is initiated, this process formally measures changes in soil organic matter levels to see if the Hillston Soil Carbon Project has achieved the required increase in soil organic matter to earn an Australian Carbon Credit Unit (**ACCU**), based on these results an application is made to the Clean Energy Regulator to issue ACCUs.



Figure 8: Onsite at the Hillston Soil Carbon Project with crop harvest in September 2024

CORPORATE

Board and Management Changes

On 1 August 2024, the Company announced that the Board had appointed Mr Ben Barlow as a Non-Executive Director. Ben has a farming heritage and a successful career in banking, finance and executive leadership in the commercial agriculture sector, and brings valuable experience to the Company.

Most recently, Ben was the Managing Director and shareholder in New Edge Microbials, a company that produces nitrogen fixing bacteria. He recently stepped down following the company's acquisition by Canadian company Lallemand. Ben is also a director of Australian Wool Network, the largest privately owned operator in the wool, livestock and rural property broking sector, with a national footprint throughout Australia.

At a General Meeting of Shareholders held on 26 July 2024, Mr Kenneth Hancock was removed as a director of the Company.

Changes in Capital Structure

During the Quarter, the Company issued the following securities:

- 6/8/2024 833,334 ordinary fully paid shares at \$0.06 per share to Non-Executive Director Liza Carpene as approved at the General Meeting held on 26 July 2024.
- 7/8/2024 15,723,332 unlisted free attaching options with an exercise price of \$0.12 per option, expiring 7/8/2027 as approved at General Meeting held on 26 July 2024.
- 7/8/2024 6,289,334 unlisted Broker options with an exercise price of \$0.12 per option, expiring 7/8/2027 as approved at General Meeting held on 26 July 2024.
- 16/8/2024 1,333,333 ordinary fully paid shares at \$0.06 per share issued to Spark Plus Pte Ltd (and its nominee) in lieu of fees.
- 16/8/2024 666,667 unlisted free attaching options with an exercise price of \$0.12 per option, expiring 15/8/2027 issued to Spark in lieu of fees.
- 21/8/2024 2,166,664 ordinary fully paid shares at \$0.06 per share issued to Directors Gavin Ball, Don McLay and Liza Carpene as approved at the General Meeting held on 26 July 2024 as part of the SPP.
- 21/8/2024 1,083,328 unlisted free attaching options with an exercise price of \$0.12 per option, expiring 21/8/2027 issued to Directors Gavin Ball, Don McLay and Liza Carpene as approved at the General Meeting held on 26 July 2024 as part of the SPP.

As at 30 September 2024, the Company's capital structure was as follows:

Securities on issue	Number
Ordinary Shares on Issue	233,576,286
Options on Issue	49,957,105
Performance Rights on Issue	7,217,158

Table 2: RLF capital structure as at 30 September 2024

Cash Position

As at 30 September 2024, the Group had a cash balance of \$3.7 million.

Related Party Transactions

In accordance with ASX Listing Rules 4.7C.3, during the Quarter, the Company paid a total of \$73,614 to related parties and their associates, mainly for Executive Director's salary and marketing support services.

During the Quarter, the Directors of the Company (excluding for Shen (Mike) Lu) continued to agree to defer payment of their directors' fees to assist the Company's cash flow. Shen (Mike) Lu continued to defer ~50% of his salary.

This announcement had been authorised for release by the Board of Directors.



About RLF AgTech Ltd

RLF AgTech Ltd (ASX: RLF) is an Australian based, global plant nutrition company with a vision to empower farmers, nourish people and restore the earth.

RLF combines plant science with advanced chemistry and manufacturing practices to produce high-quality plant nutrition products for commercial agriculture. RLF's Plant Proton Delivery Technology enables farmers to grow higher-yielding, better-quality, and more nutritious produce while supporting the plants' natural ability to store and reduce atmospheric carbon. In the years ahead, commercial agriculture is destined to play a significant role in sequestering carbon. RLF's technologies will support this, using its Accumulating Carbon in Soil System (ACSS) to help capture and store CO₂ by increasing the organic matter in the world's soils.

RLF has been operating in Asia since 2006 with long established manufacturing, sales and distribution facilities in China, and has recently expanded its activities in Australia with the acquisition of the LiquaForce liquid fertiliser manufacturing, sales and application business in Queensland.

The Company has recently obtained the right to operate, manufacture and sell RLF products in the Australian agricultural marketplace following the cessation of an exclusive distribution rights agreement previously held by an external party. This represents an opportunity for the Company to expand its business in Australia.

For further information, please contact:

Gavin Ball
Acting Managing Director

+61 433 333 300
gball@rlfagtech.com

+61 8 6187 0753
corporate@rlfagtech.com



www.rlfagtech.com

Appendix 4C

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

Name of entity

RLF AGTECH LTD

ABN

43 622 055 216

Quarter ended ("current quarter")

30 September 2024

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	5,010	5,010
1.2 Payments for		
(a) research and development	(140)	(140)
(b) product manufacturing and operating costs	(2,113)	(2,113)
(c) advertising and marketing	(1,195)	(1,195)
(d) leased assets	-	-
(e) staff costs	(590)	(590)
(f) administration and corporate costs	(1,008)	(1,008)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	(121)	(121)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	2	2
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(155)	(155)
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) businesses	(375)	(375)
(c) property, plant and equipment	(48)	(48)
(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 (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(423)	(423)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	180	180
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	(14)	(14)
3.5	Proceeds from borrowings	210	210
3.6	Repayment of borrowings	(473)	(473)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (Leases per AASB16)	(167)	(167)
3.10	Net cash from / (used in) financing activities	(264)	(264)

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	4,525	4,525
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(155)	(155)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(423)	(423)

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)	(264)	(264)
4.5	Effect of movement in exchange rates on cash held	25	25
4.6	Cash and cash equivalents at end of period	3,708	3,708

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	3,658	4,475
5.2	Call deposits	50	50
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)	3,708	4,525

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	74
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>		

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	4,490	4,490
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	150	150
7.4	Total financing facilities	4,640	4,640
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.		

Item 7.1

Lender: Private lender
Amount: CNY3,000,000
Interest Rate: 12% p.a.
Maturity Date: 30-day notice ¹
Secured: Yes

Lender: Private lender
Amount: CNY1,000,000
Interest Rate: 12% p.a.
Maturity Date: 12 April 2025
Secured: Yes

Lender: IQumulate
Amount: AUD 80,230
Interest Rate: 5.7329%
Maturity Date: 09 February 2025
Secured: Yes

Lender: IQumulate
Amount: AUD 10,702
Interest Rate: 6.77%
Maturity Date: 28 November 2024
Secured: Yes

Lender: De Lage Landen Pty Ltd
Amount: AUD105,252
Interest Rate: 8.78% p.a.
Maturity Date: 27 July 2028
Secured: Yes

Lender: De Lage Landen Pty Ltd
Amount: AUD36,588
Interest Rate: 8.69% p.a.
Maturity Date: 28 July 2026
Secured: Yes

Lender: FAW Auto Finance Co., Ltd
Amount: CNY292,156
Interest Rate: 7.88% p.a.
Maturity Date: 13 December 2028
Secured: No

Lender: Focus Shopfit Pty Ltd
Amount: AUD400,000
Interest Rate: 12% p.a.
Maturity Date: 16 March 2025
Secured: Yes, guaranteed by Gavin Ball and Ken Hancock

Lender: NAB
Amount: AUD2,763,879
Interest Rate: 7.36% p.a.
Maturity Date: 16 May 2029
Secured: Yes

Item 7.3

Lender: NAB (corporate credit card)
Amount: AUD40,000
Interest Rate: N/A
Maturity Date: N/A
Secured: AUD40,000 term deposit

Lender: Westpac (corporate credit card)
Amount: AUD10,000
Interest Rate: N/A
Maturity Date: N/A
Secured: Yes, AUD10,000 term deposit

Lender: NAB (corporate credit card)

Amount: AUD100,000

Interest Rate: N/A

Maturity Date: N/A

Secured: No

The Entity is currently negotiating debtor and trade finance facilities to improve its working capital.

Other than stated above, no additional financing facilities have been entered into or are proposed to be entered into between the quarter end and the date of the Cash Flow Report.

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(155)
8.2	Cash and cash equivalents at quarter end (item 4.6)	3,708
8.3	Unused finance facilities available at quarter end (item 7.5)	-
8.4	Total available funding (item 8.2 + item 8.3)	3,708
8.5	Estimated quarters of funding available (item 8.4 divided by item 8.1)	23
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.		
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		
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: 31 October 2024

Authorised by: the Board of Directors
(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.