



ASX ANNOUNCEMENT 28 JULY 2020

Appendix 4C and Quarterly Activities Report

The Board of Directors of 333D Ltd (ASX:T3D or “**Company**”) releases its cash flow report (Appendix 4C) for the quarter ending 30 June 2020 (“**the quarter**”) and provides an update on activities during the quarter.

QUARTERLY ACTIVITIES REPORT

Principal Activities

Using 3D printing technology, the Company provides licensed merchandise for various sports leagues and entertainment organisations in Australia and around the world. These products include full-colour lifelike scale figurines of sports persons and celebrities using photogrammetry 3D scanning.

Key areas of activity during the quarter

The Company continued to receive orders from its online retail and third-party wholesale sales channels for its products throughout the quarter and generated \$9,389 in cash receipts from customers.

During the quarter, the Company was impacted by the effects of COVID-19 which resulted in significantly reduced customer orders. The Company has recently secured a large order from a wholesale customer which it expects to deliver within the September quarter. This should bring the September quarter receipts from customers back to the levels achieved prior to COVID-19.

Summary of expenditure incurred

Expenditure during the quarter was approximately \$5,600 less than the March quarter as a result of the efforts by the Company to further reduce operating expenses. Product manufacturing and operating costs comprised around one third of the net cash from operating activities and included costs for supplies to undertake the large wholesale customer order. Staff costs remained largely unchanged from the prior quarter and administration and corporate costs had increased slightly as a result of a number of annual expenditure commitments being paid.

The expenditure incurred and reported in the Appendix 4C during the quarter comprised;

product manufacturing and operating costs	\$20,861
advertising and marketing	\$341
staff costs	\$16,372
administration and corporate costs	\$73,071
Interest and other costs of finance paid	\$3,000

In addition, the Company received government grant and tax incentives during the quarter of \$44,371.

Use of Funds Statement

The Company confirms that the quarter is not included in a period covered by a “use of funds” statement or expenditure program in a prospectus, PDS or information memorandum previously lodged under *ASX Listing Rule 1.1*.

Related party payments made during the quarter

There were no payments to, or to an associate of, a related party of the Company during the quarter.

- END -

The release of this announcement was authorised by Dr Nigel Finch, Director.

About 333D Limited

333D Limited (ASX: T3D) is Australia’s leading 3d printing and technology licensing company. Our leading-edge approach unites the latest in next-generation digital and manufacturing technology to make 3D printed licensed merchandise for sports and entertainment organisations in Australia and around the world.

To find out more about 333D visit: www.333D.com.au.

For further enquiries please contact:

John Conidi - Executive Chairman

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Appendix 4C

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

Name of entity

333D Limited

ABN

26 118 159 881

Quarter ended ("current quarter")

30 June 2020

Consolidated statement of cash flows	Current quarter \$A	Year to date (12 months) \$A
1. Cash flows from operating activities		
1.1 Receipts from customers	9,389	205,219
1.2 Payments for		
(a) research and development	-	-
(b) product manufacturing and operating costs	(20,861)	(231,049)
(c) advertising and marketing	(341)	(8,571)
(d) leased assets	-	-
(e) staff costs	(16,372)	(112,571)
(f) administration and corporate costs	(73,071)	(320,300)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	(3,000)	(22,250)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	44,371	467,310
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(59,886)	(22,213)
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-
(e) intellectual property	-	-

Consolidated statement of cash flows		Current quarter \$A	Year to date (12 months) \$A
	(f) other non-current assets	-	-
2.2	Proceeds from disposal of:		
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) intellectual property	-	-
	(f) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	-	-

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
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	68,930	31,257
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(59,886)	(22,213)

Consolidated statement of cash flows		Current quarter \$A	Year to date (12 months) \$A
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
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	9,044	9,044

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	9,044	68,930
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)	9,044	68,930

6. Payments to related parties of the entity and their associates

- 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

Current quarter \$A'000
-
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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

7. Financing facilities

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.

	Total facility amount at quarter end \$A	Amount drawn at quarter end \$A
7.1 Loan facilities	1,005,000	1,005,000
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 Total financing facilities	1,005,000	1,005,000

7.5 Unused financing facilities available at quarter end

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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.

\$1,000,000 secured facility provided by Lax Consulting Pte Ltd as announced to the ASX on 31 March 2017. Interest accrues at a rate of 15% per annum. An additional 3 months interest will be charged upon early repayment. \$400,000 was repaid in the September 2018 quarter from proceeds received from the sale of a 3d printer. The current loan outstanding is \$600,000.

In the September 2018 quarter the Company entered into a \$100,000 secured loan facility with Nick and Jan Conidi Superannuation Plan. Interest of 12% is paid monthly, and the loan is repayable with one month's notice.

As at 30 June 2019, the Chairman, Mr John Conidi has loaned the company \$305,000 as per the terms and conditions announced to the market on 20th May 2019.

8. Estimated cash available for future operating activities	\$A
8.1 Net cash from / (used in) operating activities (Item 1.9)	(59,886)
8.2 Cash and cash equivalents at quarter end (Item 4.6)	9,044
8.3 Unused finance facilities available at quarter end (Item 7.5)	-
8.4 Total available funding (Item 8.2 + Item 8.3)	9,044
8.5 Estimated quarters of funding available (Item 8.4 divided by Item 8.1)	0.15

8.6 If Item 8.5 is less than 2 quarters, please provide answers to the following questions:

- 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: The company expects to have sufficient cash to meet its obligations in the September Qtr. The Federal Government's Jobkeeper and Cash Flow Boost for Employers programs will assist in cashflow. Furthermore, the Company expects to receive FY20 R&D cash benefit in the September quarter.

- 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 does not believe it needs to raise further money in the next quarter, however if circumstances change, the Chairman has committed to making a further loan to the Company.

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, our operations and manufacturing are functioning, and we expect to continue selling our products online and via third party sales channels.

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: **28 July 2020**

Authorised by: **Dr Nigel Finch, DIRECTOR**
(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.