



ASX Announcement

31 October 2024

ASSETOWL QUARTERLY UPDATE AND APPENDIX 4C For the period ended 30 September 2024

AssetOwl Limited (ASX: AO1, AssetOwl or the Company) presents its Quarterly Report and Appendix 4C — Quarterly Cash Flow Report for the period ended 30 September 2024.

During, and subsequent to end of the quarter, the Company was pleased to successfully raise \$100,000 by way of the issue of convertible notes to sophisticated investors. Further detail on these convertible notes was provided in the Company's announcement of 15 October 2024.

In the announcement of 15 October 2024, we were also pleased to advise of the appointment of new directors, Mr Alastair Gillespie and Mr Bevan Dooley, with Mr Gillespie also being appointed as Chairman, taking over from Mr Simon Trevisan, who remains on the board.

We also advised of the retirement of Ms Marene Ter from the board, we thank her for her service to the Company during her tenure and wish her all the best for the future.

Working Capital

Subsequent to the end of the quarter, the Board was pleased to secure a loan facility for working capital of up to \$300,000 for the period until it is able to raise further capital.

The loan has been provided by Pacific Equity Investors Inc, a company associated with new director Bevan Dooley.

Company Operations

The board of AO1 is currently reviewing the Company's assets and operations and is actively looking for opportunities to bring value back to shareholders.

Statements pursuant to ASX Listing Rule 4.7C

For the purpose of 4.7C.1, the Company advises that there were no substantive business activities during the quarter.

For the purpose of 4.7C.3 the Company advises that:

- During the quarter, no director fees were paid to its directors for their service during the quarter as from 1 December 2022 the directors agreed to accrue their director fees.
- No fees were paid to Tribis Pty Ltd for the provision of administration and management support services provided to the Company during the quarter, the fee payable to Tribis (\$10,000 per month) has been accrued from 1 December 2022. Non-Executive Director, Mr Simon Trevisan, is the Managing Director of Tribis Pty Ltd.

For the purpose of ASX Listing Rule 15.5, this announcement has been authorised for release by the Board of Directors.

*****ENDS*****

For further information, shareholders and media please contact:

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Appendix 4C

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

Name of entity

ASSETOWL LIMITED

ABN

12 122 727 342

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 | - | - |
| 1.2 Payments for | | |
| (a) research and development | - | - |
| (b) product manufacturing and operating costs | - | - |
| (c) advertising and marketing | - | - |
| (d) leased assets | - | - |
| (e) staff costs | - | - |
| (f) administration and corporate costs | (34) | (34) |
| 1.3 Dividends received (see note 3) | - | - |
| 1.4 Interest received | - | - |
| 1.5 Interest and other costs of finance paid | (3) | (3) |
| 1.6 Income taxes paid | - | - |
| 1.7 Government grants and tax incentives | - | - |
| 1.8 Other (provide details if material) | | |
| <i>Proceeds from disposal of assets held for sale</i> | - | - |
| 1.9 Net cash from / (used in) operating activities | (37) | (37) |
| 2. Cash flows from investing activities | | |
| 2.1 Payments to acquire or for: | | |
| (a) entities | - | - |
| (b) businesses | - | - |
| (c) property, plant and equipment | - | - |
| (d) investments | - | - |

| Consolidated statement of cash flows | | Current quarter \$A'000 | Year to date (3 months) \$A'000 |
|--------------------------------------|---|----------------------------|---------------------------------------|
| | (e) intellectual property | - | - |
| | (f) other non-current assets | - | - |
| 2.2 | Proceeds from disposal of: | | |
| | (g) entities | - | - |
| | (h) businesses | - | - |
| | (i) property, plant and equipment | - | - |
| | (j) investments | - | - |
| | (k) intellectual property | - | - |
| | (l) 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 | 80 | 80 |
| 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 | (18) | (18) |
| 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 | 62 | 62 |

| | | | |
|-----------|--|------|------|
| 4. | Net increase / (decrease) in cash and cash equivalents for the period | | |
| 4.1 | Cash and cash equivalents at beginning of period | 28 | 28 |
| 4.2 | Net cash from / (used in) operating activities (item 1.9 above) | (37) | (37) |

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

| Consolidated statement of cash flows | | Current quarter \$A'000 | Year to date (3 months) \$A'000 |
|--------------------------------------|---|----------------------------|---------------------------------------|
| 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) | 62 | 62 |
| 4.5 | Effect of movement in exchange rates on cash held | - | - |
| 4.6 | Cash and cash equivalents at end of period | 53 | 53 |

| 5. | Reconciliation of cash and cash equivalents | Current quarter \$A'000 | Previous quarter \$A'000 |
|------------|---|----------------------------|-----------------------------|
| | at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts | | |
| 5.1 | Bank balances | 53 | 28 |
| 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) | 53 | 28 |

| 6. | Payments to related parties of the entity and their associates | Current quarter \$A'000 |
|-----|--|----------------------------|
| 6.1 | Aggregate amount of payments to related parties and their associates included in item 1 | - |
| 6.2 | Aggregate amount of payments to related parties and their associates included in item 2 | - |

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.

- From 1 December 2022 the Company's directors have agreed to accrue their director fees, accordingly no director fees were paid during the quarter.

- Tribis Pty Ltd, an entity related to Non-Executive Director, Mr Simon Trevisan, with whom the Company has an agreement for the provision of administration and management support services, agreed to accrue its monthly fee (\$10,000 per month) from 1 December 2022. Accordingly, no fees were paid during the quarter.

| 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 | 1,177 | 1,177 |
| 7.2 Credit standby arrangements | - | - |
| 7.3 Other (Convertible notes) | 132 | 132 |
| 7.4 Total financing facilities | 1,309 | 1,309 |
| 7.5 Unused financing facilities available at quarter end | | 0 |
| 7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well. | | |
| <p>At 30 June 2024 the Company had financing facilities with lenders including: Tribis Pty Ltd, an associate of Non-Executive Director, Mr Simon Trevisan; two entities related to a Non-Executive director of the Company, Mr Adrian Siah; Confiat Pty Ltd, an un-related company; Trinitas Private Pty Ltd, being a company related to former Non-Executive Director Ms Marene Ter; Non-executive Director Mr Adrian Siah, and Non-Executive Director, Mr Simon Trevisan.</p> <p>In relation to interest bearing debt, the amount owed is \$540,930, this is owed to the first four lenders identified above. Interest is payable on the loans at 18% p.a. The loans are unsecured. The terms of the loans have been provided in the Company's Annual Report, and in an announcement by the Company on 9 February 2023 "Share Placement and Funding".</p> <p>A further \$552,200 is owed to Tribis Pty Ltd, Marene Ter, Simon Trevisan and Adrian Siah, these funds were provided to the Company on interest free terms and is also unsecured debt. There is no expiry date in respect of these loans.</p> | | |

In addition, the Company's subsidiary, AssetOwl Technologies Pty Ltd has a payment plan in place with the Australian Taxation Office, predominantly for the payment of PAYG withholding tax for its former employees. As at the end of the quarter, the debt owing to ATO is \$83,594. This debt is repayable in equal monthly instalments of \$7,000 until October 2025. This debt is unsecured, with an interest rate of 11.38%, being the ATO General Interest Charge rate from 1 October 2024.

In addition to the loans described above, on 20 June 2024 the Company announced that it has raised up to \$200,000 by way of a convertible note from a sophisticated investor, Ms Wenqing Li. As disclosed, the convertible note is secured funding, with an interest rate of 12%, the maturity date of the convertible note is 18 June 2025.

On 20 June 2024 \$50,000 was provided to the Company, with a further \$30,000 provided on 21 August 2024.

At 30 September 2024, the liability amount of the convertible note was \$82,021 including accrued interest. This is the amount included within the total at 7.3 above.

On 15 October 2024, the Company announced that it raised \$100,000 by way of a convertible note from sophisticated investors. These funds were provided to the Company in two tranches, with \$50,000 received by the Company on 30 September 2024. Accordingly, this \$50,000 is included within 3.2 and 7.3 above. Subsequent to the end of the quarter, on 1 October 2024, the second \$50,000 was received. These convertible notes are held in equal proportions by Solid Energy Technologies Pty Ltd and Imlay Group Pty Ltd, which are related parties of Directors, Mr Bevan Dooley and Mr Alastair Gillespie, respectively.

As also described in that announcement of 15 October 2024, the Company has agreed a loan facility from Pacific Equity Investors Inc, a related party of Non-Executive Director, Mr Bevan Dooley. Details of this facility are as follows:

| | |
|--|---|
| Interest Rate | 16% / annum calculated and compounded monthly, calculated on the day of repayment |
| Term | The loan has no predetermined term but is repayable when the Company is in a financial position to do so. |
| Fees | No fees have been paid or are payable in respect to the loan. |
| Repayment terms | The loan will be repaid in cash, with interest also settled in cash. |
| Security | Unsecured |
| Material events of default / covenants | n/a |

| 8. Estimated cash available for future operating activities | \$A'000 |
|---|----------------|
| 8.1 Net cash from / (used in) operating activities (item 1.9) | (37) |
| 8.2 Cash and cash equivalents at quarter end (item 4.6) | 53 |
| 8.3 Unused finance facilities available at quarter end (item 7.5) | 0 |
| 8.4 Total available funding (item 8.2 + item 8.3) | 53 |
| 8.5 Estimated quarters of funding available (item 8.4 divided by item 8.1) | 1.43 |
| <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? | |
| <p>Answer: No. In the current quarter, the Company has settled debts which were outstanding at 30 September 2024.</p> <p>Net operating cashflows for future periods will be dependent on the level of activity of the Company.</p> | |
| 8.6.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful? | |
| <p>Answer: As described, the Company has a \$300,000 loan facility with Pacific Equity Investors, at this time the funding available under this facility is \$300,000. This facility will provide the Company with sufficient funding until a capital raising is completed.</p> | |
| 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? | |
| <p>Answer: Consistent with the Company's announcement on 15 October 2024, the Board is currently reviewing the Company's assets and operations and is actively looking for opportunities to bring value back to shareholders.</p> | |
| <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 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.