

ASX Release

APPENDIX 4C COMMENTARY Quarter ended 30 June 2018

Highlights

- Successful completion of On-site foundation works and manufacturing of key structural components
- Assembly of main structural components now underway
- Cash reserves of \$3.965m as at 30 June 2018.

PERTH AUSTRALIA, 31st JULY 2018: Parkd Group Limited (“Parkd” or the “Company”) (ASX:PKD), an innovative construction technology company, is pleased to report on its activities for the quarter ended 30 June 2018.

Parkd’s focus during the quarter was primarily on constructing the Perth City Subaru project, Parkd’s first major build using the Company’s modular car parking system to create a 49 bay, single-level facility. Key activities on the project included:

- Successful completion of on-site foundation works and manufacturing of pre-fabricated structural components; and
- Commencement of assembly of main structural components. The first elements to be installed are the precast concrete and steel columns upon which PARKD’S Continuously Voided Beams (CVB’s) will be attached, along with light weight steel and concrete slabs installed between the CVB’s.

Commencement of the assembly phase was a significant milestone for the company, and once all three structural elements are in place it will mark the first time this technology has been utilised in Australia for car park design and construction. The company still expects substantial completion to take less than 4 weeks as previously announced on the 12th July 2018 in an ASX announcement titled “Assembly of the PARKD System commences at Perth City Subaru”.

Operating cashflow outflows totalled \$965k for the quarter ended 30 June 2018 with the Company having cash reserves of \$3,965k at the end of the period. Quarterly operating cashflows increased compared to the prior quarter as expected with construction activities on the City Subaru project commencing. Some final costs on the project will fall into the next quarter ended 30 September 2018.

During the quarter, the Company was pleased to welcome Mr Robert (Bob) Freedman as a Non-Executive Director. Mr Freedman is the former Chairman and a current Non-Executive Director of SRG Ltd (ASX: SRG), a leading Australian specialist design and construction company with over 50 years’ experience supporting the construction of high-profile global projects, and brings valuable global construction sector expertise to Parkd.

The Company is also pleased to report that Matthew Goldfinch has recently joined the Company as General Manager Finance. Matthew brings financial project management and leasing industry experience from prior roles in the mining services, asset management and plant hire industries which will be important to the Company as it seeks to capitalise on new business opportunities.

[ENDS]

For further information, please contact:

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ABOUT PARKD GROUP

Parkd has intellectual property rights to aspects of an innovative lightweight concrete “modular” car parking system. The modular aspect of the system and minimising the 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 for up to 6 levels including ground level. The Parkd Car Park System will be prefabricated offsite with the potential to reduce construction time and construction cost when compared to traditional methods.

Appendix 4C

Quarterly report for entities subject to Listing Rule 4.7B

Introduced 31/03/00 Amended 30/09/01, 24/10/05, 17/12/10, 01/09/16

Name of entity

PARKD LTD

ABN

94 615 443 037

Quarter ended ("current quarter")

30 JUNE 2018

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for		
(a) research and development		
(b) product research, manufacturing and operating costs	(660)	(805)
(c) advertising and marketing		
(d) leased assets		
(e) staff costs	(256)	(709)
(f) administration and corporate costs	(114)	(400)
1.3 Dividends received (see note 3)		
1.4 Interest received	21	42
1.5 Interest and other costs of finance paid	-	(2)
1.6 Income taxes paid		
1.7 Government grants and tax incentives	97	97
- R&D tax rebate		
1.8 Other (provide details if material)		
- Net GST received / (paid)	(52)	(57)
- Costs of the Offer (IPO) excluding Lead Manager capital raising fees	-	(169)
1.9 Net cash from / (used in) operating activities	(965)	(2,003)

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment		
(b) businesses (see item 10)		
(c) investments		
(d) intellectual property		
(e) other non-current assets		
2.2 Proceeds from disposal of:		
(a) property, plant and equipment		
(b) businesses (see item 10)		
(c) investments		
(d) intellectual property		
(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	0	0

3. Cash flows from financing activities		
3.1 Proceeds from issues of shares		6,000
3.2 Proceeds from issue of convertible notes		
3.3 Proceeds from exercise of share options		
3.4 Transaction costs related to issues of shares, convertible notes or options		(369)
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	0	5,631

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of quarter/year to date	4,900	307
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(965)	(2,003)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	0	0
4.4 Net cash from / (used in) financing activities (item 3.10 above)	0	5,631
4.5 Effect of movement in exchange rates on cash held	0	0
4.6 Cash and cash equivalents at end of quarter	3,935	3,935

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	3,936	1,402
5.2 Call deposits	0	3,500
5.3 Bank overdrafts	(1)	(2)
5.4 Other – bank guarantee	0	0
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	3,935	4,900

6. Payments to directors of the entity and their associates	Current quarter \$A'000
6.1 Aggregate amount of payments to these parties included in item 1.2	95
6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	0
6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2	

- Salary and superannuation paid to Executive Director (\$47k)
- Directors fees and superannuation paid to Non-Executive Directors (\$33k)
- Mac Equity Partners (International) Pty Ltd a company controlled by Non-Executive Director Bryant McLarty was paid corporate advisory retainer fees (\$15k)

7. Payments to related entities of the entity and their associates	Current quarter \$A'000
7.1 Aggregate amount of payments to these parties included in item 1.2	0
7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	0
7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2	

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	0	0
8.2 Credit standby arrangements	0	0
8.3 Other (please specify)	0	0
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

9. Estimated cash outflows for next quarter	\$A'000
9.1 Research and development	-
9.2 Product research, manufacturing and operating costs	(600)
9.3 Advertising and marketing	-
9.4 Leased assets	-
9.5 Staff costs	(350)
9.6 Administration and corporate costs	(250)
9.7 Other (provide details if material)	-
9.8 Total estimated cash outflows	(1,200)

10. Acquisitions and disposals of business entities (items 2.1(b) and 2.2(b) above)	Acquisitions	Disposals
10.1 Name of entity		
10.2 Place of incorporation or registration		
10.3 Consideration for acquisition or disposal		
10.4 Total net assets		
10.5 Nature of business		

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.



Sign here:
(Company secretary)

Date: ...31 July 2018.....

Print name:Emma Waldon.....

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly 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 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.