

APPENDIX 4C COMMENTARY

Quarter ended 31 March 2019

Highlights

- City Subaru exercised the option to acquire the PARKD car park for \$690,000 which was settled in March 2019
- MOU signed with large supplier of reinforced concrete products to partly fund ongoing R&D activities on PARKD car park solutions
- Board and management strengthened via two key appointments during the March quarter
- On-going precontract design works on several national projects
- Cash reserves of \$2.5m as at 31 March 2019.

PERTH AUSTRALIA, 29 APRIL 2019: PARKD Ltd (“PARKD” or the “Company”) (ASX:PKD) lodges the attached Appendix 4C Quarterly Cashflow Report for the 9 months period ended 31 March 2019 and provides the following update on its activities.

Perth City Subaru PARKD Car Park Sold and Settled

Following the successful construction in September 2018 of a PARKD car park for City Subaru, in recognition of the immediate value-added benefits enjoyed by the dealership and its customers, the dealership exercised its option to purchase the car park for \$690,000 (ex GST). Sales proceeds were received in March.



PARKD car park system built for Perth City Subaru

MOU signed for the ongoing development of PARKD Transportable Panel

The Company has entered into a Memorandum of Understanding (MOU) with a supplier of reinforced concrete structures to conduct research and development work to further improve the design and construction of the PARKD Transportable Panel. The MOU provides for each party to contribute 50% of the cost in conducting such research and development activities over an initial 9 months period.

Multiple pre-contract design projects underway

The Company is continuing to work on design works for a number of clients including:

- Progress to Development Approval stage for a multi-level car park for Bayswater Mazda which may progress to construction subject to DA and client approval
- National Airport Expansion
- Commercial existing multi-level car park extension
- Commercial grade car park multi-level extension
- Feasibility of a lease or Build, Own and Operate multi-level car park

In addition, interest in the Company's multi-level, modular and reusable car parks remains high with focus on conversion of those enquiries into contracted works. The Company has received positive enquiries from the following industry sectors:

- National airports
- Public transport authorities
- National retail shopping centre owners and operators
- Automotive retail

Board and Management

During the March quarter the Company strengthened its board and management with the appointment of Robert Martin as a non-executive director and Len Troncone as Chief Financial Officer. Robert Martin is a successful entrepreneur with broad commercial, operational and supply chain experience. Len Troncone is an experienced CFO with a proven track record in successfully growing public and private companies, especially post-IPO.

Cashflow commentary

Net operating cash inflows for the quarter totalled \$351,000, largely as a result of the settlement of the sale of the PARKD car park to Perth City Subaru. The Company's cash reserves were \$2.528m at 31 March 2019.

[ENDS]

For further information, please contact:

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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 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")

31 MARCH 2019

| Consolidated statement of cash flows | Current quarter \$A'000 | Year to date (9 months) \$A'000 |
|---|----------------------------|---------------------------------------|
| 1. Cash flows from operating activities | | |
| 1.1 Receipts from customers | 755 | 821 |
| 1.2 Payments for | | |
| (a) research and development | | |
| (b) product research, manufacturing and operating costs | (77) | (1,228) |
| (c) advertising and marketing | | |
| (d) leased assets | | |
| (e) staff costs | (238) | (572) |
| (f) administration and corporate costs | (197) | (687) |
| 1.3 Dividends received (see note 3) | | |
| 1.4 Interest received | 2 | 7 |
| 1.5 Interest and other costs of finance paid | | |
| 1.6 Income taxes paid | | |
| 1.7 Government grants and tax incentives | | |
| - R&D tax rebate | | |
| 1.8 Other (provide details if material) | | |
| - Net GST received / (paid) | 105 | 88 |
| 1.9 Net cash from / (used in) operating activities | 351 | (1,570) |

| Consolidated statement of cash flows | Current quarter \$A'000 | Year to date (9 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 | | 188 |
| 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 | | (24) |
| 3.5 Proceeds from borrowings | | |
| 3.6 Repayment of borrowings | | (1) |
| 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 | 163 |

| Consolidated statement of cash flows | Current quarter \$A'000 | Year to date (9 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 | 2,177 | 3,935 |
| 4.2 Net cash from / (used in) operating activities (item 1.9 above) | 351 | (1,570) |
| 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 | 163 |
| 4.5 Effect of movement in exchange rates on cash held | 0 | 0 |
| 4.6 Cash and cash equivalents at end of quarter | 2,528 | 2,528 |

| 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 | 2,481 | 2,177 |
| 5.2 Call deposits | 0 | 0 |
| 5.3 Bank overdrafts | 0 | 0 |
| 5.4 Other – bank guarantee | 48 | 0 |
| 5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above) | 2,528 | 2,177 |

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 | 98 |
| 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 (\$55k)
- 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 (\$10k)

| 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 | (358) |
| 9.3 Advertising and marketing | - |
| 9.4 Leased assets | - |
| 9.5 Staff costs | (271) |
| 9.6 Administration and corporate costs | (235) |
| 9.7 Other (provide details if material) | |
| - Net GST received / (paid) | (74) |
| - Research and development rebate | 469 |
| - Receipts from customers | 36 |
| 9.8 Total estimated cash outflows | (433) |

| 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: ...29 April 2019.....

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.