

PARKD Limited
Appendix 4D
Half-year report

1. Company details

Name of entity:	PARKD Limited
ABN:	94 615 443 037
Reporting period:	For the half-year ended 31 December 2020
Previous period:	For the half-year ended 31 December 2019

2. Results for announcement to the market

					\$
Revenues from ordinary activities	down	42%	to		74,800
Loss for the period	down	74%	to		162,790
Loss to the owners of PARKD Limited	down	74%	to		162,790

Dividends

No dividends were paid in the period.

Comments

Measures taken to conserve the Company's cash reserves during this disrupted period saw a 74% reduction in losses \$162,790 compared with the corresponding period in 2019 of \$634,588. The Company continued to maintain its cost saving initiatives and has received Government allowances under current COVID-19 relief initiatives of \$120,000 during the period.

The operating cash outflow for the half-year were reduced by 86% to \$103,611 compared to the corresponding period in 2019 of \$728,625. There were no cash flows from investing and financing activities (31 December 2019: Nil). The Company continued its research and development activities to improve its modular car parking system and received a research and development rebate of \$235,509 during the half year.

The Company's cash and cash equivalents were \$1,000,130 at 31 December 2020 compared with 31 December 2019 \$1,704,722 and 30 June 2020 \$1,103,741. Net assets at 31 December 2020 were \$977,682 compared with 31 December 2019 \$1,808,316 and 30 June 2020 \$1,140,472.

During the half-year the Company continued to deliver technical design and advisory works to local councils supporting the administrative process for funding for a number of commuter car parks listed in the National Commuter Car Park Projects by the Federal Government to be completed in the near term. The works delivered by PARKD was instrumental in the extension of funding to \$33.8m allocated for the development of a project in Penrith NSW as reported in the Federal Government 2021 budget.

In addition to local government and federal government projects, the Company has seen an increase in enquiry from the private and public health sectors for the development and funding of multi-level car parks to meet operational objectives. Our recent engagement by St John of God to deliver technical consulting services demonstrates the need for innovative solutions to minimise operational disruption and costs in the delivery of parking projects in this market sector.

PARKD remains engaged with contractors pursuing tenders for the construction of multi-level car parks nationally and is well positioned to engage in Government projects in the transport and health sectors.

3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	<u>1.30</u>	<u>2.27</u>

4. Control gained over entities

Not applicable.

5. Loss of control over entities

Not applicable.

6. Details of associates and joint venture entities

Not applicable.

7. Audit qualification or review

Details of audit/review dispute or qualification (if any):

The financial statements were subject to a review by the auditors and the auditor's review report is attached as part of the Interim Report.

8. Attachments

Details of attachments (if any):

The Interim Report of PARKD Limited for the half-year ended 31 December 2020 is attached.

9. Signed

Signed 

Date: 22 February 2021

Peter McUtchen
Director
Perth

PARKD LIMITED

ABN 94 615 443 037

Interim Report - 31 December 2020



PARKD Limited
Directors' report
31 December 2020

The directors present their report, together with the financial statements, of PARKD Limited (referred to hereafter as the 'Company') at the end of, or during, the half-year ended 31 December 2020.

Directors

The following persons were directors of the Company during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Bronte Howson
Peter McUtchen
Robert Freedman
Robert Martin

Principal activities

During the period the principal continuing activities of the Company were the design and construction of modular car parks and further developing and innovating of the modular car parking system. The PARKD car park system is currently designed for single or multi rise arrangements for up to six levels, including the ground level.

Costs associated with the research and development of the system have not at the reporting date met the criteria for recognition as an intangible asset. As a result, the Company has continued to recognise these costs as an expense when incurred.

Review of operations

Measures taken to conserve the Company's cash reserves during this disrupted period saw a 74% reduction in losses \$162,790 compared with the corresponding period in 2019 of \$634,588. The Company continued to maintain its cost saving initiatives and has received Government allowances under current COVID-19 relief initiatives of \$120,000 during the period.

The operating cash outflow for the half-year were reduced by 86% to \$103,611 compared to the corresponding period in 2019 of \$728,625. There were no cash flows from investing and financing activities (31 December 2019: Nil). The Company continued its research and development activities to improve its modular car parking system and received a research and development rebate of \$235,507 during the half year.

The Company's cash and cash equivalents were \$1,000,130 at 31 December 2020 compared with 31 December 2019 \$1,704,722 and 30 June 2020 \$1,103,741. Net assets at 31 December 2020 were \$977,682 compared with 31 December 2019 \$1,808,316 and 30 June 2020 \$1,140,472.

During the half-year the Company continued to deliver technical design and advisory works to local councils supporting the administrative process for funding for a number of commuter car parks listed in the National Commuter Car Park Projects by the Federal Government to be completed in the near term. The works delivered by PARKD was instrumental in the extension of funding to \$33,800,000 allocated for the development of a project in Penrith NSW as reported in the Federal Government 2021 budget.

In addition to local government and federal government projects, the Company has seen an increase in enquiry from the private and public health sectors for the development and funding of multi-level car parks to meet operational objectives. Our recent engagement by St John of God to deliver technical consulting services demonstrates the need for innovative solutions to minimise operational disruption and costs in the delivery of parking projects in this market sector.

PARKD remains engaged with contractors pursuing tenders for the construction of multi-level car parks nationally and is well positioned to engage in Government projects in the transport and health sectors.

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the Company during the half-year.

Matters subsequent to the end of the financial half-year

The impact of the Coronavirus (COVID-19) pandemic is ongoing, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

No other matter or circumstance has arisen since 31 December 2020 that has significantly affected, or may significantly affect, the Company's operations, the results of those operations, or the Company's state of affairs in future financial years.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on the following page.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors



Peter McUtchen
Director

22 February 2021
Perth

RSM Australia Partners

Level 32, Exchange Tower
2 The Esplanade Perth WA 6000
GPO Box R1253 Perth WA 6844

T +61 (0) 8 9261 9100
F +61 (0) 8 9261 9111

www.rsm.com.au

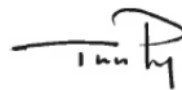
AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of PARKD Limited for the half-year ended 31 December 2020, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.



RSM AUSTRALIA PARTNERS



TUTU PHONG
Partner

Perth, WA
Dated: 22 February 2021

PARKD Limited
Contents
31 December 2020

Contents

Statement of profit or loss and other comprehensive income
Statement of financial position
Statement of changes in equity
Statement of cash flows
Notes to the financial statements
Directors' declaration
Independent auditor's review report

General information

The financial statements cover PARKD Limited. The financial statements are presented in Australian dollars, which is PARKD Limited's functional and presentation currency.

PARKD Limited is a listed public company limited by shares, incorporated and domiciled in Australia. PARKD Limited was admitted to the official list on the ASX on 4 December 2017. Official quotation of its securities commenced on the 6 December 2017.

Its registered office and principal place of business are:

Registered office

c/ Suite 8, 7 The Esplanade
Mount Pleasant WA 6153

Principal place of business

337 Harborne Street
Osborne Park WA 6017

A description of the nature of the Company's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 22 February 2021.

PARKD Limited
Statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2020

		31 Dec 2020	31 Dec 2019
		\$	\$
Revenue from contracts with customers	3	74,800	130,000
Other income	3	358,749	453,020
Cost of sales		(26,943)	(143,723)
Administration expenses		(206,241)	(541,386)
Employee benefits expenses		(361,260)	(518,967)
Finance costs		(1,895)	(13,532)
Loss before income tax expense		(162,790)	(634,588)
Income tax expense		-	-
Loss after income tax expense for the half-year		(162,790)	(634,588)
Other comprehensive income for the half-year, net of tax		-	-
Total comprehensive loss for the half-year		(162,790)	(634,588)
		Cents	Cents
Basic loss per share		(0.22)	(0.84)
Diluted loss per share		(0.22)	(0.84)

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

PARKD Limited
Statement of financial position
As at 31 December 2020

	Note	31 Dec 2020	30 Jun 2020
		\$	\$
Assets			
Current assets			
Cash and cash equivalents		1,000,130	1,103,741
Trade and other receivables		633	41,245
Other current assets		69,256	99,615
Total current assets		<u>1,070,019</u>	<u>1,244,601</u>
Non-current assets			
Right of use asset		7,534	52,743
Total non-current assets		<u>7,534</u>	<u>52,743</u>
Total assets		<u>1,077,553</u>	<u>1,297,344</u>
Liabilities			
Current liabilities			
Trade and other payables		57,567	60,089
Lease liability		8,612	61,344
Provisions		33,692	35,439
Total current liabilities		<u>99,871</u>	<u>156,872</u>
Total liabilities		<u>99,871</u>	<u>156,872</u>
Net assets		<u>977,682</u>	<u>1,140,472</u>
Equity			
Issued capital	4	5,979,519	5,979,519
Reserves	5	47,131	1,107,409
Accumulated losses	6	(5,048,968)	(5,946,456)
Total equity		<u>977,682</u>	<u>1,140,472</u>

The above statement of financial position should be read in conjunction with the accompanying notes

PARKD Limited
Statement of changes in equity
For the half-year ended 31 December 2020

	Issued capital \$	Reserves \$	Accumulated losses \$	Total equity \$
Balance at 1 July 2019	5,979,519	1,105,943	(4,642,558)	2,442,904
Loss after income tax expense for the half-year	-	-	(634,588)	(634,588)
Other comprehensive income for the half-year, net of tax	-	-	-	-
Total comprehensive loss for the half-year	-	-	(634,588)	(634,588)
Balance at 31 December 2019	<u>5,979,519</u>	<u>1,105,943</u>	<u>(5,277,146)</u>	<u>1,808,316</u>
Balance at 1 July 2020	5,979,519	1,107,409	(5,946,456)	1,140,472
Loss after income tax expense for the half-year	-	-	(162,790)	(162,790)
Other comprehensive income for the half-year, net of tax	-	-	-	-
Total comprehensive loss for the half-year	-	-	(162,790)	(162,790)
Transfer from listed option reserve for options expired	-	(163,079)	163,079	-
Unlisted options expired in the period	-	(897,199)	897,199	-
Balance at 31 December 2020	<u>5,979,519</u>	<u>47,131</u>	<u>(5,048,968)</u>	<u>977,682</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

PARKD Limited
Statement of cash flows
For the half-year ended 31 December 2020

	31 Dec 2020	31 Dec 2019
	\$	\$
Cash flows from operating activities		
Receipts from customers (inclusive of GST)	121,881	213,500
Payments to suppliers and employees (inclusive of GST)	(579,728)	(1,375,254)
Research and development rebate	235,507	437,359
Government stimulus measures received	120,000	-
Interest received	624	2,223
Interest and other finance costs paid	(1,895)	(6,453)
Net cash used in operating activities	<u>(103,611)</u>	<u>(728,625)</u>
Net decrease in cash and cash equivalents	(103,611)	(728,625)
Cash and cash equivalents at the beginning of the financial half-year	<u>1,103,741</u>	<u>2,433,347</u>
Cash and cash equivalents at the end of the financial half-year	<u>1,000,130</u>	<u>1,704,722</u>

The above statement of cash flows should be read in conjunction with the accompanying notes

Note 1. Significant accounting policies

These interim financial statements are general purpose financial statements prepared in accordance with requirements of Australian Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Act 2001. The Company is a for-profit entity for financial reporting purposes under Australian Accounting Standards. Compliance with AASB134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These interim financial statements do not include full disclosures of the type normally included in an annual report. It is recommended that these interim financial statements be read in conjunction with the annual financial report for the year ended 30 June 2020 and any public announcements made by the Company during the half-year reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

These interim financial statements were authorised for issue on 22 February 2021.

The interim financial statements have been presented in Australian dollars (AUD), which is the Company's functional and presentation currency.

Accounting policies have been consistently applied with those of the previous financial year and corresponding interim reporting period, except for the adoption of new and amended standards as set out below.

New or amended Accounting Standards and Interpretations adopted

The Company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Note 2. Operating segments

The Company identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources. The information presented in the financial report is the same information that is viewed by the Directors.

The Company is currently operating in one business segment being the construction sector and one geographic segment being Australia.

Note 3. Revenue

	31 Dec 2020	31 Dec 2019
<i>Revenue from contracts with customers</i>		
Design work	74,800	130,000
	<u>74,800</u>	<u>130,000</u>
<i>Other revenue</i>		
Interest income	624	2,223
Research and development tax rebate	235,509	437,359
Government assistance packages	120,000	-
Other income	2,616	13,438
	<u>358,749</u>	<u>453,020</u>

Note 3. Revenue (continued)

Disaggregation of revenue

The disaggregation of revenue from contracts with customers is as follows:

	31 Dec 2020	31 Dec 2019
	\$	\$
<i>Timing of revenue recognition</i>		
Services transferred at a point in time - design work	74,800	130,000
	<u>74,800</u>	<u>130,000</u>

Note 4. Equity - issued capital

	31 Dec 2020 Shares	30 Jun 2020 Shares	31 Dec 2020 \$	30 Jun 2020 \$
Ordinary shares - fully paid	75,150,000	75,150,000	5,979,519	5,979,519

Movements in share capital

	No of shares	Issue price	\$
Opening balance as at 1 July 2020	<u>75,150,000</u>		<u>5,979,519</u>
Closing balance as at 31 December 2020	<u><u>75,150,000</u></u>		<u><u>5,979,519</u></u>

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the Company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

31 Dec 2020 **30 Jun 2020**
\$ **\$**

Note 5. Equity - reserves

Option reserve	47,131	944,330
Listed option reserve	-	163,079
	<u>47,131</u>	<u>1,107,409</u>

Option reserve

The option reserve records items recognised as expenses on the valuation of share options.

Listed Option reserve

The option reserve records the value of listed options issued but not yet exercised.

Movements in reserves

Movements in each class of reserve during the current financial half-year are set out below:

Option reserve

	No of Options	Value \$
Balance at 1 July 2020	21,900,000	944,330
Unlisted options expired during the period	(19,900,000)	(897,199)
Balance at 31 December 2020	<u>2,000,000</u>	<u>47,131</u>

Listed option reserve

	No of Options	Value \$
Balance at 1 July 2020	-	163,079
Expired listed options transferred to accumulated losses	-	(163,079)
Balance at 31 December 2020	<u>-</u>	<u>-</u>

31 Dec 2020 **30 Jun 2020**
\$ **\$**

Note 6. Equity – Accumulated losses

Accumulated losses at the beginning of the financial period	5,946,456	4,642,558
Loss after income tax expense for the period	162,790	1,303,898
Transfer from listed option reserve for options expired	(163,079)	-
Transfer from option reserve for options expired during the period	(897,199)	-
Accumulated losses at the end of the financial period	<u>5,048,968</u>	<u>5,946,456</u>

Note 7. Contingent liabilities

The Company does not have any contingent liabilities as at 31 December 2020 (30 June 2020: Nil).

Note 8. Events after the reporting period

The impact of the Coronavirus (COVID-19) pandemic is ongoing, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

No other matter or circumstance has arisen since 31 December 2020 that has significantly affected, or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in future financial years.

PARKD Limited
Directors' declaration
31 December 2020

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the Company's financial position as at 31 December 2020 and of its performance for the half-year ended on that date; and
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors



Peter McUtchen
Director

22 February 2021
Perth

RSM Australia Partners

Level 32, Exchange Tower
2 The Esplanade Perth WA 6000
GPO Box R1253 Perth WA 6844

T +61 (0) 8 9261 9100
F +61 (0) 8 9261 9111

www.rsm.com.au

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
PARKD LIMITED**

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of PARKD Limited, which comprises the statement of financial position as at 31 December 2020, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the company's financial position as at 31 December 2020 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of PARKD Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of PARKD Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

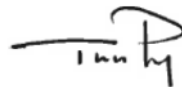
Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of PARKD Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the company's financial position as at 31 December 2020 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.



RSM AUSTRALIA PARTNERS



TUTU PHONG
Partner

Perth, WA
Dated: 22 February 2021