

# ASX Release

---

## APPENDIX 4C COMMENTARY

### Quarter ended 30 September 2018

#### Highlights

- Successful completion and handover of the carpark construction project at Perth City Subaru, the first project utilising the innovative PARKD Car Park System.
- Costs, construction and production efficiencies benchmarked on completion of first project.
- PARKD has now transitioned to commercial operations having recently secured further design and construction contracts.
- Cash reserves of \$2.8m as at 30 September 2018

**PERTH AUSTRALIA, 30 OCTOBER 2018: Parkd Limited (“PARKD” or the “Company”)** (ASX:PKD), an innovative construction technology company, is pleased to report on its activities for the quarter ended 30 September 2018.

PARKD’s focus during the quarter was primarily on completing the construction of the Perth City Subaru project in Western Australia, PARKD’s first major build using the Company’s modular car parking system to create a 49 bay, single-level facility. Key aspects of the project being:

- the carpark was delivered on time with the client commencing utilisation of the carpark on 24<sup>th</sup> August 2018;
- successful installation of the precast concrete and steel columns, PARKD’s Continuously Voided Beams (CVB’s) and Speedfloor panels;
- demonstration of cost and construction efficiencies of the system and testing of the supply chain; and
- the car park has successfully expanded the number of cars Perth City Subaru can store and display, while at the same time easing car parking issues for clients and staff in a heavily congested neighbourhood.

Operating cashflow outflows totalled \$1.219m for the quarter ended 30 September 2018, an increase compared to the prior quarter (June 18 Q: \$0.965m) with construction activities on the City Subaru project continuing. The Company generated investing cash inflows of \$0.107m from the completion of an Entitlement Option Issue in August 2018.

The Company had cash reserves of \$2.824m at the end of the period. With the successful completion of the Perth City Subaru project the Company anticipates cash receipts of \$690,000 from the project sometime during the next 6 months. Under the contract the Company owns the car park and provides it to the Subaru dealer for its exclusive free use for 6 months from practical completion. During this 6 month period the Subaru dealer has an option to purchase the car park for \$690,000 plus GST.

With the Perth City Subaru project complete, costs, construction and production efficiencies have been benchmarked, allowing the Company to advance discussions and negotiations with a number of dealerships, councils, governments departments and private organisations.

In this regard, the Company was pleased to recently announce the following contracts as the Company transitions to commercial operations:

- In September 2018, PARKD entered into a signed a Car Park Delivery Contract with Vector Management, a property business located in Perth Western Australia, for design services to support the proposed development of a multi-storey, 389 bay car park located in inner city Perth. PARKD is in the process of delivering the design, construction program and costings for the carpark. PARKD will be paid a fee to provide the initial design, consulting and feasibility work to validate the project's commercial viability. Should the project proceed, it is estimated to have a total value of around AU\$9,000,000; and
- In October 2018, secured a \$2 million contract for the design and construction of a three-level car park and two-level showroom for Bayswater Mazda in Perth Western Australia. The project will be funded by progressive payments to PARKD for the design (est. \$150,000) and construction (est. \$1.85M) phases of the build. The Company anticipates construction will commence in Q2 2019 with design and documentation starting immediately.

Activities in the coming quarter are focussed on converting the strong pipeline of enquiry and proposed contracts utilising the PARKD Car Park System.

**[ENDS]**

For further information, please contact:

**Michael Wills**

Media and Investor Relations  
Email: [Michael@springsydney.com](mailto:Michael@springsydney.com)  
Phone: 0468 385 208

**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.

**FORWARD LOOKING STATEMENTS**

This announcement may contain certain “forward looking statements” which may not have been based solely on historical facts, but rather are based on the Company’s current expectations about future events and results.

Where the Company expresses or implies an expectation or belief as to future events or results, such expectation or belief is expressed in good faith and believed to have a reasonable basis. However, forward looking statements are subject to risks, uncertainties, assumptions and other

factors, which could cause actual results to differ materially to futures results expressed, projected or implied by such forward looking statements.

The Company does not undertake any obligation to release publicly any revisions to any “forward looking statements” to reflect events or circumstances after the date of this announcement, or to reflect the occurrence of unanticipated events, except as may be required under the applicable securities laws.

## 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 SEPTEMBER 2018

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (3 months) \$A'000</b>
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	1	1
1.2 Payments for		
(a) research and development		
(b) product research, manufacturing and operating costs	(776)	(776)
(c) advertising and marketing		
(d) leased assets		
(e) staff costs	(129)	(129)
(f) administration and corporate costs	(256)	(256)
1.3 Dividends received (see note 3)		
1.4 Interest received	3	3
1.5 Interest and other costs of finance paid	0	0
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)	(62)	(62)
- Costs of the Offer (IPO) excluding Lead Manager capital raising fees	-	-
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(1,219)</b>	<b>(1,219)</b>

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
<b>2. Cash flows from investing activities</b>		
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)		
<b>2.6 Net cash from / (used in) investing activities</b>	<b>0</b>	<b>0</b>

<b>3. Cash flows from financing activities</b>		
3.1 Proceeds from issues of shares	110	110
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	(2)	(2)
3.5 Proceeds from borrowings	0	0
3.6 Repayment of borrowings	(1)	(1)
3.7 Transaction costs related to loans and borrowings		
3.8 Dividends paid		
3.9 Other (provide details if material)		
<b>3.10 Net cash from / (used in) financing activities</b>	<b>107</b>	<b>107</b>

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>Year to date (3 months) \$A'000</b>
<b>4. Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1 Cash and cash equivalents at beginning of quarter/year to date	3,935	3,935
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(1,219)	(1,219)
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)	107	107
4.5 Effect of movement in exchange rates on cash held	0	0
<b>4.6 Cash and cash equivalents at end of quarter</b>	<b>2,823</b>	<b>2,823</b>

<b>5. Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1 Bank balances	2,823	3,936
5.2 Call deposits	0	0
5.3 Bank overdrafts	0	(1)
5.4 Other – bank guarantee	0	0
<b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>2,823</b>	<b>3,935</b>

<b>6. Payments to directors of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1 Aggregate amount of payments to these parties included in item 1.2	57
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 (\$33k)
- Directors fees and superannuation paid to Non-Executive Directors (\$20k)
- Mac Equity Partners (International) Pty Ltd a company controlled by Non-Executive Director Bryant McLarty was paid corporate advisory retainer fees (\$4k)

<b>7. Payments to related entities of the entity and their associates</b>	<b>Current quarter \$A'000</b>
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	

<b>8. Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
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.		

<b>9. Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1 Research and development	-
9.2 Product research, manufacturing and operating costs	(318)
9.3 Advertising and marketing	-
9.4 Leased assets	-
9.5 Staff costs	(154)
9.6 Administration and corporate costs	(243)
9.7 Other (provide details if material)	-
<b>9.8 Total estimated cash outflows</b>	<b>(715)</b>

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: ...30 October 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.