

Appendix 4C

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

Name of entity

Saferoads Holdings Limited

ABN

81 116 668 538

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	3,393	3,393
1.2 Payments for		
(a) research and development	(7)	(7)
(b) product manufacturing and operating costs	(1,156)	(1,156)
(c) advertising and marketing	(48)	(48)
(d) leased assets		
(e) staff costs	(825)	(825)
(f) administration and corporate costs	(514)	(514)
1.3 Dividends received (see note 3)		
1.4 Interest received		
1.5 Interest and other costs of finance paid	(30)	(30)
1.6 Income taxes paid		
1.7 Government grants and tax incentives		
1.8 Other (provide details if material)	2	2
1.9 Net cash from / (used in) operating activities	815	815

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities		
(b) businesses		
(c) property, plant and equipment	(120)	(120)
(d) investments		
(e) intellectual property	(16)	(16)
(f) other non-current assets		

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
2.2 Proceeds from disposal of:		
(a) entities		
(b) businesses		
(c) property, plant and equipment		
(d) investments		
(e) intellectual property		
(f) 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	(136)	(136)

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		
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	(168)	(168)
3.6 Repayment of borrowings	(453)	(453)
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	(621)	(621)

4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	(362)	(362)
4.2 Net cash from / (used in) operating activities (item 1.9 above)	815	815
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(136)	(136)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(621)	(621)
4.5	Effect of movement in exchange rates on cash held		
4.6	Cash and cash equivalents at end of period	(304)	(304)

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		
5.2	Call deposits		
5.3	Bank overdrafts	(304)	(304)
5.4	Other (provide details)		
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	(304)	(304)

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	215
6.2	Aggregate amount of payments to related parties and their associates included in item 2	
<i>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.</i>		

The amount at item 6.1 includes gross salary and superannuation payments to the Managing Director, Chief Financial Officer, and Chief Operating Officer of \$161k, non-executive Directors fees of \$38k, and \$16k in payments to entities made at normal commercial rates and conditions for certain manufacturing materials related to the Managing Director. The Managing Director received no direct benefit from these related entity payments.

Note that the Chief Financial Officer resigned as of 19 July 2024 and his responsibilities have been redistributed to the three directors.

7.	Financing facilities <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>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000																																										
7.1	Loan facilities																																												
7.2	Credit standby arrangements																																												
7.3	Other (please specify)																																												
7.4	Total financing facilities																																												
7.5	Unused financing facilities available at quarter end																																												
7.6	<p>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> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Lender</th> <th style="text-align: left;">Product Facility</th> <th style="text-align: right;">Limit</th> <th style="text-align: right;">Utilised</th> <th style="text-align: right;">Available</th> <th style="text-align: right;">Interest Rate</th> <th style="text-align: left;">Maturity</th> </tr> </thead> <tbody> <tr> <td>CBA</td> <td>Asset Finance</td> <td style="text-align: right;">2,000,000</td> <td style="text-align: right;">1,051,677</td> <td style="text-align: right;">948,323</td> <td style="text-align: left;">Various</td> <td style="text-align: left;">N/A</td> </tr> <tr> <td>CBA</td> <td>Term Loan</td> <td style="text-align: right;">950,063</td> <td style="text-align: right;">950,063</td> <td style="text-align: right;">0</td> <td style="text-align: left;">8.00%</td> <td style="text-align: left;">10-Dec-24</td> </tr> <tr> <td>CBA</td> <td>Overdraft</td> <td style="text-align: right;">750,000</td> <td style="text-align: right;">304,337</td> <td style="text-align: right;">445,663</td> <td style="text-align: left;">9.12%</td> <td style="text-align: left;">N/A</td> </tr> <tr> <td>CBA</td> <td>Charge Card</td> <td style="text-align: right;">75,000</td> <td style="text-align: right;">10,150</td> <td style="text-align: right;">64,850</td> <td style="text-align: left;">17.99%</td> <td style="text-align: left;">N/A</td> </tr> <tr> <td colspan="2"></td> <td style="text-align: right;"><u>3,775,063</u></td> <td style="text-align: right;"><u>2,316,226</u></td> <td style="text-align: right;"><u>1,458,836</u></td> <td colspan="2"></td> </tr> </tbody> </table> <p>The bank facilities are secured by a registered charge over certain assets and undertakings. Drawdowns on the Asset Finance Facility are at the discretion of the CBA and may be limited to asset purchases required for long-term rental income opportunities supported by signed customer contracts.</p> <p>During the quarter, our Bankers have approved a temporary \$250k increase in our overdraft and have waived both past and future breaches of our EBITDA to debt covenant.</p>			Lender	Product Facility	Limit	Utilised	Available	Interest Rate	Maturity	CBA	Asset Finance	2,000,000	1,051,677	948,323	Various	N/A	CBA	Term Loan	950,063	950,063	0	8.00%	10-Dec-24	CBA	Overdraft	750,000	304,337	445,663	9.12%	N/A	CBA	Charge Card	75,000	10,150	64,850	17.99%	N/A			<u>3,775,063</u>	<u>2,316,226</u>	<u>1,458,836</u>		
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8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	815
8.2	Cash and cash equivalents at quarter end (item 4.6)	-304
8.3	Unused finance facilities available at quarter end (item 7.5)	1459
8.4	Total available funding (item 8.2 + item 8.3)	1155
8.5	Estimated quarters of funding available (item 8.4 divided by item 8.1)	N/A
<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?	
	Answer:	

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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?

Answer:

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?

Answer:

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.

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: 29/10/2024.....

Authorised by:

This report has been authorised for release to the market by the Audit and Risk Committee