Parkway
CORPORATE LIMITED

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VIC, Australia, 3020
ABN: 62 147 346 334

ASX Announcement

23 January 2025

DECEMBER 2024 – QUARTERLY REPORT

HIGHLIGHTS

Strong Quarterly Operating Revenue of $3.48m

Consolidation of revenue.

Efficient Cash Conversion of $4.08m

Solid cash conversion.

Significant Brine Technology Milestone

High purity salt product.

Progressing Brine Opportunities with Global EnergyCo

Treating CSG brines.

Planning Activities for Upstream CSG Development Site

Strategic project location.

Term Sheet to Develop Industrial Chemical Complex

Electrochemical project.

Operations

- Strong quarterly operating performance with focus on core strategic growth and profitability.
- Implementation of improved project evaluation process to prioritise strategic opportunities.
- Developing project pipeline expected to further underpin long-term sustainable growth.

Technology

- Planning activities for upstream QBS Brine Management Complex proceeding positively.
- Project progress including binding term sheet executed for QBS Brine Electrolysis Complex.
- Significant brine technology milestone underpins key downstream electrochemical pathway.

Corporate

- Implementation of initiatives to further strengthen Parkway as a provider of integrated solutions.
- Rapid progress in implementing go-to-market strategy to achieve CSG industry objectives.
- Advancing specific upstream and downstream projects at key strategic project locations.

Parkway Corporate Limited ("**Parkway**" or the "**Company**") (ASX: PWN) is pleased to report its activities for the quarter ending 31 December 2024.

Background

Parkway is a leading Australian water & wastewater treatment and process technology company. Parkway is focused on the commercialisation of a portfolio of innovative process technologies in key industrial markets, as Parkway believes this is an important and effective strategy for addressing various global water related sustainability challenges.

In recent years, Parkway has made significant investments in groundbreaking research and development (R&D) related activities, including in the acquisition, development, validation and optimisation of a comprehensive portfolio of cutting-edge industrial water treatment related process technologies.

In support of Parkway's accelerated technology commercialisation strategy, Parkway primarily operates through two strategically integrated capacities:

- **Industrial Operations** business division is focused on the provision of conventional water and wastewater treatment related products & services, incorporating fabrication as well as project delivery related services including installation, for a broad range of predominantly commercial, municipal and industrial clients.
- **Industrial Technology** business division is primarily focused on innovative process technology related R&D, including process screening, evaluation, optimisation and piloting, as well as a range of technology commercialisation related activities.

As the Industrial Operations division continues to grow and build critical mass, it is increasingly important in providing Parkway with a suitable platform to commercialise its portfolio of proprietary process technologies, being developed by the Industrial Technology division.

Integrated Water Treatment Capabilities

Parkway has assembled a fully integrated inhouse project delivery capability, including for the innovative process technologies being developed and commercialised by Parkway.

As a result of these integrated water treatment related capabilities, Parkway is increasingly capable of delivering a diverse range of industrial water, wastewater treatment and infrastructure related projects on a turnkey (engineering, procurement & construction – EPC and design & construct – D&C) basis.

Further details about the integrated water treatment solutions, including turnkey water infrastructure related solutions provided by Parkway, is outlined at:

https://pwnps.com/collections/integrated-water-treatment-solutions

INDUSTRIAL OPERATIONS DIVISION

Industrial Operations are performed through Parkway Process Solutions (PPS) and predominantly focused on the provision of conventional water and wastewater treatment related products and services, including specialty project execution related services. In addition, PPS is increasingly involved in integrated project delivery related services including specialty fabrication and installation services for a diverse range of commercial, industrial and municipal clients.

Operating Performance

During the quarter, PPS generated strong group revenues of $3.48 million, underpinned by a strong contribution from the Tankweld business division. The robust operating performance was reinforced by strong cash conversion, with cash receipts from customers for the quarter of $4.08 million.

Project Delivery Capabilities

As the Industrial Operations of Parkway continue to grow, Parkway is increasingly involved in the design, fabrication and installation of complex water and wastewater treatment related infrastructure. As outlined above, building these project delivery capabilities, is an important aspect of Parkway's broader priorities in providing integrated industrial water treatment solutions, including solutions incorporating PPT technologies.

In the ordinary course of operations, Parkway collaborates closely with leading industrial companies including in energy, mining and major engineering contractors as well as municipal water authorities, to provide a range of water infrastructure related engineered solutions. In many instances, Parkway is one of only a few suitably experienced service providers capable of providing the specialised solutions for critical water related infrastructure, in key markets.

Business Development & Growth Outlook

Parkway continues to improve its market penetration through PPS, by securing new business from a diverse range of clients, for the provision of industrial water and wastewater treatment related products, services, and solutions. PPS continues to grow its client base, which includes large mining and energy companies, a diverse range of industrial companies, as well as engineering services, government, and municipal clients, amongst others. The growing PPS client base, together with the established Tankweld client base, provides a strong foundation and supports future sales growth as these commercial relationships continue to grow and mature.

The growth outlook for the Industrial Operations division of Parkway remains encouraging, as Parkway has a significant project backlog as well as a substantial pipeline of project opportunities, particularly in Victoria where water authorities are investing $15 billion in water related infrastructure over the next 5 years. As a nominated delivery partner, Parkway is well placed to capture an increasing share of these project opportunities.

INDUSTRIAL TECHNOLOGY DIVISION

Industrial Technology related activities are performed through Parkway Process Technologies (PPT) and predominantly focused on innovative process technology related R&D, including process screening, evaluation and piloting, as well as a range of commercialisation related activities.

Technology Development

By leveraging the process engineering capabilities of Parkway, PPT continues to build a portfolio of proprietary technologies, capable of providing highly integrated process solutions, for a range of complex wastewater and process streams traditionally considered difficult to treat. PPT has developed innovative applications for these technologies, including applications resulting in improvements in the processing and treatment of challenging industrial wastewater streams, particularly for large scale industrial, oil & gas, mining and mineral processing operations.

PPT Technology Priorities

The development and commercialisation of a portfolio of proprietary process technologies remains an important priority for Parkway, with a range of ongoing activities focused on realising the substantial advantages of the PPT technology portfolio.

During the reporting period, the core emphasis in terms of technology development, was focused on two separate but interrelated technology packages:

- Upstream brine pre-treatment, processing & concentration, and the subsequent treatment of these processed brines with;
- Downstream process technologies including electrochemical technologies.

Although these respective technology portfolios are currently being advanced in the context of coal seam gas (CSG) related opportunities, these technologies have broader applications, which Parkway is also concurrently pursuing, particularly given Parkway's growing project delivery capabilities.

PPT Upstream Brine Processing

The upstream brine pre-treatment, processing and concentration technologies being commercialised by Parkway through a series of highly innovative process flowsheets, incorporate a combination of conventional processes (provided through PPS) as well as proprietary process technologies developed by PPT, including but not limited to aMES® and iBC®.

The upstream process technology packages developed by PPT have undergone extensive process development, bench-scale piloting, large-scale piloting and various engineering studies to confirm key technoeconomic parameters necessary for commercial scale adoption.

In addition to enabling subsequent downstream processing, the adoption of PPT's upstream process technologies provide a cost-effective brine dewatering/concentration option for industry as well as assisting in the reduction of costs associated with building, maintaining and rehabilitating regulated waste brine storage ponds.

PPT Downstream Electrochemical Technology

As part of Parkway's ongoing efforts to improve the water and salt balance for various upstream projects including CSG projects, PPT has been evaluating novel integration pathways for several innovative downstream process technologies for sequestering intermediate brine and salt streams into industrial chemicals. The production of industrial chemicals from these processed brine streams is an important pathway for achieving improved environmental outcomes and also provides an opportunity for significant additional value creation.

In late 2024 Parkway disclosed that several CSG derived brine samples underwent upstream brine processing and further processed through a proprietary downstream flowsheet, incorporating pilot scale electrochemical salt splitting technology. Parkway disclosed that these highly innovative piloting activities were successful in converting waste salt products into caustic soda, as well as hydrochloric acid. The proprietary downstream flowsheet has significant potential applications for Parkway's Master Plan related objectives, with the production of hydrochloric acid and caustic soda presenting significant opportunities for both the CSG industry, as well as for mining and downstream mineral processing and refining industries.

Given the production of high purity feedstock salts is an important requirement for electrochemical technologies, in late 2024 the primary process development related activities were focused on systematic purification of the byproduct salts.

In January 2025 Parkway received results from a third-party NATA accredited laboratory confirming that a batch of CSG derived salts processed through a proprietary Parkway process flowsheet, had produced processed salts with a high-level of purity (>99.9% NaCl). Whilst the key impurities in the products salts were mostly below detectable limits, Parkway expects this product quality can readily be improved further, through a range of additional salt processing processes.

These results provide further confidence in Parkway's ability to produce high-purity salts upstream, which are of a suitable quality for downstream processing, including through electrochemical processes, for the production of high-quality green chemicals.

Further details regarding the production of high-purity CSG derived salts, is outlined in the *Activities Subsequent to Reporting Period* section.

Similarly, additional details regarding the implications of these important technical milestones, is referenced in the *QBS Salt Electrolysis Complex* section, below.

Technology Commercialisation – Queensland Coal Seam Gas Industry

Since the large-scale development of the CSG industry in Queensland in 2010 and the corresponding establishment and subsequent transition to the export of liquified natural gas (LNG) commencing in 2015, the CSG industry has been a significant part of the Queensland economy. In addition to supplying a significant proportion of East Coast gas production, according to estimates from Australian Energy Producers[1], in FY24 the Queensland CSG industry generated $22.4 billion in LNG export revenue and $2.4 billion in local and state government revenues, highlighting the scale of the industry.

Waste Brine Related Challenges

Notwithstanding the significant scale and importance of the Queensland CSG industry, over the life of currently operating CSG projects in Queensland, an estimated 6 million tonnes of waste salts are forecast to be produced by these projects. A significant proportion of these salts have already been produced, in the form of waste brine and are currently being stored in regulated waste brine storage ponds, awaiting a viable long-term disposal solution. The disposal of waste brine and salts, as contemplated by the CSG industry, present extensive environmental risks and challenges, and remains deeply unpopular, with significant opposition from a range of stakeholders.

Recognising these significant challenges, in recent years, Parkway has systematically developed a portfolio of proprietary process technologies (as outlined above), to specifically address the waste brine and salt management and disposal related challenges facing the CSG industry. These technologies have undergone extensive process optimisation, piloting and technoeconomic evaluations, providing a high level of confidence in the value proposition presented by these technologies, particularly in comparison to the industry's proposed approach of sophisticated salt disposal (salt encapsulation).

Importantly, the encapsulation of waste salts from the CSG industry remains unproven, is inconsistent with the long-established regulatory (waste management hierarchy) and policy framework and no disposal plans and/or facilities have been permitted in Australia, highlighting the enduring waste management related challenges facing the industry.

QBS Master Plan

As part of a long-term strategy to address the significant CSG derived waste brine and salt challenges in Queensland, on 22 June 2023, Parkway released[2] a Master Plan, an innovative, sustainability driven concept based on providing an industry-wide solution. Parkway's CSG brine processing and commercialisation related activities in Queensland are being conducted through Queensland Brine Solutions Pty Ltd (QBS), a wholly owned subsidiary of Parkway.

The primary objective of the QBS Master Plan is to utilise the proprietary process technologies developed by Parkway, to convert CSG derived waste brine and salts produced in Queensland, into valuable industrial chemical products. This proposed approach is intended to improve the sustainability of the Queensland CSG industry, by addressing major community concerns and by providing a permanent waste "disposal" (convert waste-to-products) solution.

Go-To-Market Strategy

Consistent with the published objectives of the QBS Master Plan, Parkway has been progressing a go-to-market (GTM) strategy based on Parkway providing integrated solutions for the Queensland CSG industry. Following a series of internal evaluations including extensive scenario analysis and technoeconomic evaluations, as well as feedback from industry, Parkway has developed a highly effective pathway for providing an industry-wide solution to the waste brine and salt related challenges facing the Queensland CSG industry.

Importantly, the GTM strategy provides a defined roadmap for a permanent solution to the enormous waste brine and salt challenges impacting the Queensland CSG industry, based on the best available technology (BAT) being commercialised by Parkway.

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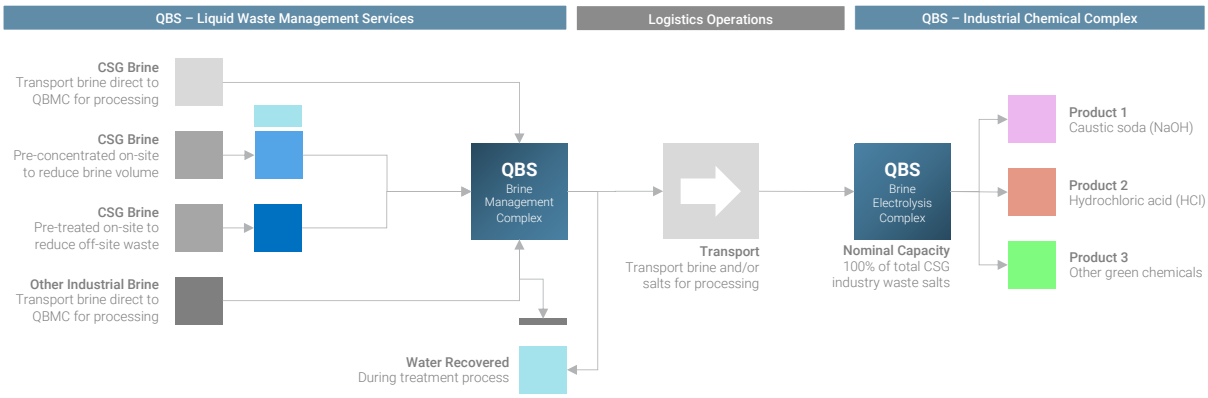
[1] Australian Energy Producers, Queensland's natural gas: A plan for energy and economic security. Published by AEP in October 2024.

[2] Refer to 22 June 2023 ASX announcement, available at Parkway Investor Hub: https://investorhub.pwnps.com/announcements/4372527.

The QBS GTM strategy consists of the following key components:

- The upstream pre-treatment and stage 1 concentration of brine (depending on the specific CSG project, this may occur at the client site), which is then transported to (QBMC, see below);
- The QBS Brine Management Complex, where regional upstream brines are consolidated, undergo processing and stage 2 concentration, before the now much smaller volume of brine and/or salts are transported to (QBEC, see below);
- The QBS Brine Electrolysis Complex, where the brine and/or salts are converted into valuable industrial chemicals, in a strategically located downstream plant in proximity to key industrial chemical markets.

An overview of the integrated solution being proposed by QBS is outlined below, with further details about significant recent progress including in securing key project locations, is intended to be disclosed in the next few weeks.



QBS Brine Management Complex

As part of plans to provide a viable long-term solution for the CSG industry in Queensland, Parkway is developing standardised process plant designs incorporating modular equipment, based on Parkway's proprietary upstream process technologies. Internal evaluations confirm QBS is likely to be able to provide a highly attractive and permanent liquid waste disposal service to the CSG industry, where no other alternatives currently exist, and unlikely to be available in the foreseeable future.

Parkway has identified several strategically located project sites which would provide QBS with the opportunity to establish a QBS Brine Management Complex, to consolidate, process and concentrate regional CSG brines at a central upstream location.

The proposed QBS Brine Management Complex is currently expected to have a nominal nameplate capacity sufficient to process at least half the waste brine generated by the Queensland CSG industry moving forward, including the vast quantities of waste brines produced during the last decade. Whilst there is potential scope to increase the capacity of the proposed QBS Brine Management Complex further, the implied transport distances for the remaining brines are likely to require a separate central upstream plant, more proximal to the remaining, but less pressing, waste brines.

Parkway has recently signed several MOUs, including with entities that own project sites suitable for hosting the proposed QBS Brine Management Complex and is in the process of exploring options to secure an option for a long-term lease that would underpin project development. Parkway has been collaborating with a proponent of a major sustainability precinct, to explore the feasibility of co-locating the QBS Brine Management Complex, which would potentially enable the development of shared infrastructure, thereby accelerating the development timetable as well as reducing development costs.

As part of Parkway's growing project delivery experience, Parkway is increasingly capable of designing, fabricating and installing the appropriate process plant, equipment and associated infrastructure, required for upstream industrial brine processing, including as part of the proposed QBS Brine Management Complex.

QBS Brine Electrolysis Complex

The proposed QBS Brine Electrolysis Complex (previously referred to as QBS Downstream Hub) is intended to convert all of the brine and/or salts from the QBS Brine Management Complex (previously referred to as the QBS Upstream Hub), into a range of valuable industrial chemicals, including hydrochloric acid and caustic soda.

Parkway recently disclosed that it had entered into an MOU with an industrial-scale project developer in relation to the potential co-location of the proposed QBS Brine Electrolysis Complex on the developer's existing project site. The potential co-location opportunity provides several significant project development related synergies in relation to shared infrastructure, accelerated permitting as well as a wide range of operational synergies and other strategic benefits. The MOU outlined a roadmap for advancing the co-location opportunity, including the preparation of a range of joint studies including preliminary process plant designs, site layouts, non-process infrastructure related planning, permitting related matters as well as a range commercial considerations. Following completion of the deliverables outlined in the MOU, in late December 2024, the parties executed a binding term sheet, outlining a roadmap for the parties to jointly develop an industrial-scale electrochemical complex.

The proposed QBS Brine Electrolysis Complex is in the immediate vicinity of key target markets for the industrial chemicals planned to be produced by the downstream plant, providing a range of operational, logistical and commercial advantages. The initial stage of the proposed QBS Brine Electrolysis Complex is currently expected to have a nominal nameplate capacity sufficient to process in excess of 50% of the waste brine and salts generated by the Queensland CSG industry. The development plan proposed by QBS and its partner, envisages a staged development to ultimately treat all of the waste brine and salts generated by the Queensland CSG industry, including all the legacy brines currently being stored in regulated waste brine ponds. Whilst the term sheet provides priority for QBS to supply CSG derived salts, under the terms of the agreement, the parties have also agreed to partner to explore a much larger development, in subsequent stages, subject to market demand.

QBS Stakeholder Engagement

Parkway expects that in time, the innovative process technologies developed by Parkway, will become BAT for treating CSG derived brines, in Queensland. As the owner of these innovative and highly proprietary process technologies, to ensure appropriate alignment of strategic interests, appropriate value capture and the efficient roll-out of suitable industry-wide solutions, Parkway is well placed to lead the development of the proposed projects. As outlined above, Parkway is progressing a range of pre-development related activities, to establish QBS as the proponent of this critical infrastructure, which is expected to enable QBS to attract additional strategic partners, including strategic investors.

Given the highly strategic nature of the proposed QBS Brine Management Complex and the QBS Brine Electrolysis Complex, Parkway expects to be able to sell down equity in either QBS and/or at the project specific entity level, to fund development costs. Additional funding routes have also been identified, which include prepayments for either the liquid waste management services to be provided by QBS and/or for industrial chemical sales, as well as a range of other options, including capital markets and government support.

Parkway is also in discussions with other key stakeholders, including potential OEM and EPCM partners capable of assisting with project development and delivery, as well as several major including global companies interested in potentially acquiring an equity interest in either the QBS Brine Management Complex or the QBS Brine Electrolysis Complex.

In addition to strategic and funding related collaborations, during the reporting period Parkway also proactively engaged with a diverse range of other stakeholders, including all levels of government. Key interactions involved various Queensland Government departments, including the Department of State Development, Infrastructure and Planning, including the Office of the Coordinator General.

As previously disclosed, Parkway has performed various studies for the CSG industry, including several significant studies for a major CSG company (a global energy company), to further advance various objectives, including the brine processing projects proposed by Parkway. These collaborative discussions continue to progress positively, with a subsequent commercial engagement incorporating a strategic planning workshop, planned for February 2025.

Technology Commercialisation – Mining Industry

In parallel with the research and development activities relating to the portfolio of innovative process technologies, Parkway is also focused on the commercialisation of PPT's more advanced proprietary flowsheets, with applications in the mining industry.

Applications in the Mining & Minerals Industry

Potential applications for the proprietary process technologies developed by PPT include, but are not limited to, the treatment of a range of complex industrial wastewater streams including brines, as well as acid and metalliferous drainage (AMD). Parkway is collaborating with various parties, in relation to several mining and downstream processing related opportunities, involving the production of critical minerals, as well as the potential treatment of complex wastewater streams, through proprietary process technologies developed by PPT.

CORPORATE

Operating Revenue

Parkway generated group operating revenues of approximately $3.48 million for the December quarter, compared to $0.67 million for the prior corresponding period (FY24-Q2), representing a 420% increase.

Outlook

Given the significant growth in revenues generated during the last year and the encouraging activities outlined in the *Business Development & Growth Outlook* section outlined above; Parkway expects to continue to achieve improved operating results into the future. Notwithstanding the confidence in ongoing revenue growth, given the inevitable volatility impacting various project specific activities, particularly in terms of timing impacts, at this stage the Company does not provide any form of guidance or financial forecasts. As Parkway transitions towards sustained profitability, the Company intends to commence providing guidance at the appropriate time.

Finance

EBITDA

Based on operating revenues of $3.48 million and an increased focus on profitability, as well as a contribution from the R&D rebate (as outlined below), Parkway generated $0.23 million in EBITDA in the December quarter, a favourable movement compared to the prior corresponding period ($0.1 million in FY24-Q2).

Cash Flow

Cash receipts from customers was $4.08 million during the quarter, a favourable movement compared to the prior corresponding period ($0.82 million in FY24-Q2).

Parkway experienced net cash flow of -$0.10 million during the quarter, due to $0.59 million being generated in operating activities, as well as $0.56 million in investing activities (inclusive of capitalised R&D) and $0.15 million consumed in financing activities. Further details are outlined in item 1.9, item 2.6 and item 3.10 of the attached *Appendix 5B*, respectively.

Although these results are unaudited, and therefore subject to change, this performance represents a significant improvement (compared to pcp) as a result of continued growth towards achieving sustained group profitability in the near-term.

As of 31 December 2024, the company held $2.77 million in cash reserves. It should be noted that the reported cash balance excludes, i) undrawn balance of the term loan facility, ii) undrawn grant funds, iii) the anticipated R&D rebate for FY25, and iii) other receivables.

R&D Rebate

As a technology focused company, Parkway continues to invest in a range of commercially oriented, industrial research and development related initiatives through the Industrial Technology business division. As a result of these ongoing activities, Parkway is eligible for certain, Australian Government research and development tax incentive (R&DTI) related reimbursements. During the reporting period, Parkway received a $0.67 million refund in relation to the R&DTI submission for FY24.

Inventory

The supply of specialised industrial water and wastewater treatment related products continues to be an important component of Parkway's go-to-market strategy for the Industrial Operations division operation by PPS. On this basis, PPS carries significant product inventory (stock on hand) across its various operations in Melbourne, Darwin and Perth, with the estimated value of inventory across the group at the end of the period being $1.78 million ($1.66 million in FY24-Q2).

Investor Relations

At the conclusion of the 2024 Annual General Meeting (AGM) held on 27 November 2024, Parkway Group Managing Director & CEO Bahay Ozcakmak, delivered a presentation that outlined key achievements for CY2024 and priorities for CY2025. The Parkway AGM presentation was released on the ASX market announcement platform, immediately prior to the AGM.

Other than the AGM presentation outlined above, the Parkway management team have been focused on the core business including both the Industrial Technology and Industrial Operations divisions, therefore no major investor relations related activities, were conducted during the reporting period.

Other Items

During the quarter $0.68 million was paid in relation to staff costs, $0.26 million in administration and corporate costs and $3.10 million for payments to suppliers including accumulated inventory.

Additional details are provided in the attached *Appendix 5B*.

Payments to Related Parties

As outlined in the attached *Appendix 5B* (*section 6.1*), during the quarter $0.20 million in payments were made to related parties and their associates for director and key management personnel salaries, consultancy fees, superannuation, and other related costs.

Activities Subsequent to Reporting Period

Strategic Industry Engagement

In January 2025, Parkway continued to engage extensively with a diverse range of CSG industry stakeholders, including the Queensland Government and local government, particularly the Western Downs Regional Council (WDRC) which covers the majority of the upstream CSG industry in Queensland, including the planned QBS Brine Management Complex.

QBS Media Release

As outlined above, QBS continues to make significant progress, including the recent execution of a binding term sheet with an industrial-scale project developer in relation to the potential co-location and development of a proposed QBS brine electrolysis complex on the developer's existing project site.

As these critical pre-development related activities advance, Parkway expects to be in a position in the next few weeks to issue a joint media release providing further details about the proposed QBS brine electrolysis complex and other related matters.

High-Purity CSG Salt Milestone

Parkway has previously disclosed several key technical breakthroughs in relation to processing of CSG derived salts, although to date the primary product quality related efforts have been substantially focused on the production of industrial-grade sodium hydroxide. Following the prior satisfaction of key sodium hydroxide product quality metrics and the more recent flowsheet optimisation related developments involving electrochemical technologies, in late 2024 the primary process development activities were focused on purification of the byproduct salts. The production of high purity salts is an important requirement for electrochemical technologies, therefore an area of increased interest for Parkway.

In January 2025 Parkway received results from a third-party NATA accredited laboratory confirming that a batch of CSG derived salts recently processed through a proprietary Parkway process flowsheet, had produced processed salts with a high-level of purity (>99.9% NaCl). Whilst the key impurities in the products salts were mostly below detectable limits, Parkway expects this product quality can be readily improved further, through a range of more conventional salt processing processes.

These results provide further confidence in Parkway's ability to produce high-purity salts upstream, which are of a suitable quality for downstream processing, including through electrochemical processes, for the production of high-quality green chemicals.

On behalf of Parkway Corporate Limited.

Bahay Ozcakmak

Group Managing Director & CEO

The attached Appendix 5B has been authorised for release by Bahay Ozcakmak (Group MD & CEO) and Mike Hodgkinson (Group CFO and Joint Company Secretary).

ADDITIONAL INFORMATION

For further information or investor enquiries, please contact:

Bahay Ozcakmak	**General Enquiries**
Group Managing Director & CEO	1300 7275929
solutions@pwnps.com	1300 PARKWAY

PARKWAY INVESTOR HUB

To stay up to date with the latest news, access additional investor related resources including research reports and interact with Parkway by posting questions and feedback through a Q&A function, we encourage investors to sign-up to the Parkway Investor Hub.

How to sign-up to the Parkway Investor Hub

1. navigate to https://investorhub.pwnps.com/welcome
2. follow the prompts to sign up for an Investor Hub account.
3. complete your account profile.

or Scan QR Code to visit the Parkway Investor Hub.

ABOUT PARKWAY CORPORATE LIMITED

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In support of Parkway's accelerated technology commercialisation strategy, Parkway primarily operates through two strategically integrated capacities:

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Integrated Capabilities

Parkway has assembled a fully integrated inhouse project delivery capability, including for the innovative process technologies being developed and commercialised by Parkway.

Additional information regarding Parkway, including an overview of the corporate structure of Parkway and the companies in its corporate group, can be found at: www.pwnps.com

FORWARD-LOOKING STATEMENTS

This announcement may contain certain "forward-looking statements". The words "continue", "expect", "forecast", "potential" and other similar expressions are intended to identify "forward-looking statements". Indications of (and any guidance on) future earnings, financial position, capex requirements and performance are also "forward-looking statements", as are statements regarding internal management estimates and assessments of market outlook.

Where Parkway 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 not guarantees of future performance and involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of Parkway, its officers, employees, agents and advisors, that may cause actual results to differ materially from those expressed or implied in such statements. There can be no assurance that actual outcomes will not differ materially from these statements. There are usually differences between forecast and actual results, because events and actual circumstances frequently do not occur as forecast and their differences may be material.

Parkway does not undertake any obligation to publicly release 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 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Parkway Corporate Limited

ABN	Quarter ended ("current quarter")
62 147 346 334	31 December 2024

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (6 months) $A'000**
1.	**Cash flows from operating activities**		
1.1	Receipts from customers (inclusive of GST)	4,084	8,111
1.2	Payments (inclusive of GST) for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(681)	(981)
	(e) administration and corporate costs	(261)	(732)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	25	56
1.5	Interest and other costs of finance paid	(150)	(300)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	675	677
1.8	Other (provide details if material) - Cost of goods sold	(3,105)	(6,397)
1.9	**Net cash from / (used in) operating activities**	**587**	**433**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(128)	(222)
	(d) exploration & evaluation	-	-
	(e) investments	-	-
	(f) other non-current assets	(448)	(709)

Consolidated statement of cash flows		Current quarter $A'000	Year to date (6 months) $A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	21	64
	(d) investments	-	-
	(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**	**(556)**	**(867)**

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 / (repayments) from borrowings	(1)	(86)
3.6	Repayment of principal elements of Leases	(103)	(205)
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**	**(104)**	**(292)**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	2,840	3,492
4.2	Net cash from / (used in) operating activities (item 1.9 above)	587	433
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(556)	(867)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(104)	(291)

Consolidated statement of cash flows		Current quarter $A'000	Year to date (6 months) $A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**2,767**	**2,767**

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	2,767	2,767
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**2,767**	**2,767**

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	200
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

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.

7.	**Financing facilities** *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.*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
7.1	Loan facilities	4,000	1,000
7.2	Credit standby arrangements		
7.3	Other (please specify)		
7.4	**Total financing facilities**	**4,000**	**1,000**
7.5	**Unused financing facilities available at quarter end**		3,000

7.6 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.

$3M facility provided by Causeway, interest rate is higher of BBSW + 8% or 11%, Maturity date 17 June 2026 (with Parkway option to extend by 1 year), General Security Deed.

Further option for $1M acquisition facility on similar terms subject to lender due diligence.

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (item 1.9)	587
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3	Total relevant outgoings (item 8.1 + item 8.2)	587
8.4	Cash and cash equivalents at quarter end (item 4.6)	2,767
8.5	Unused finance facilities available at quarter end (item 7.5)	3,000
8.6	Total available funding (item 8.4 + item 8.5)	**5,767**
8.7	**Estimated quarters of funding available (item 8.6 divided by item 8.3)**	N/A

Note: if the entity has reported positive relevant outgoings (i.e. a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.

8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:

8.8.1 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:

8.8.2 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:

8.8.3	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 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 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: 23 January 2025

Authorised by: By the board
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.

2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply 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.

4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [*name of board committee – eg Audit and Risk Committee*]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".

5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.