



Date: 1 February 2024

Quarterly Report

ASX Announcement

ABN 11 124 426 339

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Operation Report for Quarter Ended 31 December 2023

During the quarter, Purifloh remained steadfast in its commitment to advancing PFAS removal through its unique water treatment system.

Testing at Partner Facility - Osmoflo, South Australia:

Comprehensive testing took place at the Burton facility in South Australia, owned by our partner, Osmoflo Limited. The collaborative effort aimed to enhance the FRG system's efficiency and applicability, marking a crucial milestone in our partnership.

Continued Internal Testing - Co-Labs Facility

Simultaneously, internal testing persisted at our Co-Labs facility, Brunswick, ensuring the optimization of the PFAS removal system using FRG technology. The commitment to rigorous testing reinforces our dedication to delivering reliable and effective water treatment solutions. It is critical to the Company to do testwork alongside that being done by Osmoflo to ensure validity.

Expansion of Prototyping Abilities:

Purifloh extended its R&D efforts to facilitate the manufacturing of additional prototypes outside of Australia. This expansion aims to enhance scalability and accessibility as we continue to work towards sustainable water treatment solutions. The requirement is self-evident to have our own manufacturing capabilities as we continue to develop enquiry which will require pilot installations.

Initiation of Food Preservation R&D:

Preliminary activities commenced at Co-Labs to develop infrastructure and methodologies for food preservation using the FRG technology. This marks the initiation of a new chapter as we explore sustainable solutions in the agriculture sectors.

Ongoing Collaboration with Osmoflo

The strong collaboration with Osmoflo continues, with plans for a pilot PFAS removal installation in the United States during the first and second quarters of 2024. This initiative underscores our commitment to implementing FRG technology on a global scale.

The roadmap towards commercialization is becoming more evident as the Company envisions a pathway involving internal and external lab scale tests, collaboration with Australian and American councils for pilot installations and formulation of customized PFAS removal solutions to be deployed across the world.

R&D and Commercial Relationships in Food Preservation:

The Company actively engages with parties interested in advancing food preservation technology. Our aim is to foster mutually beneficial relationships that drive innovation and commercialization in the field of food preservation.

Advancing Air Purifier and ACERT Products:

Pursuant to our mission for comprehensive environmental solutions, Purifloh seeks strategic relationships to advance and commercialize Air Purifier and ACERT products. Efforts in this regard involve participation in conferences, trade shows, and exhibitions, aiming to connect with potential collaborators and stakeholders.

Corporate

The Company has also been suspended from trading due to the non-lodgement of Appendix 4G's. These have been provided to the ASX for review.

The Company is to provide a submission to the ASX in respect of Listing Rule 12.1. and has requested the ASX to allow for re-listing. The Company is also finalising all outstanding audits.

Comment on Appendix 4C – Quarterly Cashflow Report

- The Company notes that it has continued to operate on funds drawn down from its Dilato facility. It has also continued to run the business with heavily reduced expenditures.
- The Company drew down an additional \$24,000 only during the quarter and retains a facility through Dilato of \$2.092 Million.
- Funds spent during the quarter were mainly on corporate costs and fees for parties working within the Company.

This ASX announcement was authorized and approved by the Chairman of Purifloh Limited.

End

For further information:

**Carl Le Souef (Director)
Melbourne, Australia
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Appendix 4C

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

Name of entity

Purifloh Limited

ABN

11 124 426 339

Quarter ended ("current quarter")

31 December 2023

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		
1.2 Payments for		
(a) research and development		
(b) product manufacturing and operating costs		
(c) advertising and marketing		
(d) leased assets		
(e) staff costs		
(f) administration and corporate costs	(24)	(74)
1.3 Dividends received (see note 3)		
1.4 Interest received		
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Government grants and tax incentives		
1.8 Other (provide details if material)		
1.9 Net cash from / (used in) operating activities	(24)	(74)

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 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		

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	58	108
3.6	Repayment of borrowings		
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	58	108

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	9	9
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(24)	(74)
4.3	Net cash from / (used in) investing activities (item 2.6 above)		

Appendix 4C
Quarterly cash flow report for entities subject to Listing Rule 4.7B

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	58	108
4.5	Effect of movement in exchange rates on cash held		
4.6	Cash and cash equivalents at end of period	43	43

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	43	9
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)	43	9

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	21
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>		

\$21,000 payment of Director's Fees

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	3,000	(908)
7.2 Credit standby arrangements		
7.3 Other (please specify)		
7.4 Total financing facilities	3,000	(908)
7.5 Unused financing facilities available at quarter end		2,092
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.		
<p>The Company's facility is provided by the major shareholder, Dilato Holdings Pty Ltd and is available until 30 June 2025. It incurs a 10% interest rate, currently accruing.</p>		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(24)
8.2 Cash and cash equivalents at quarter end (item 4.6)	43
8.3 Unused finance facilities available at quarter end (item 7.5)	2,092
8.4 Total available funding (item 8.2 + item 8.3)	2,135
8.5 Estimated quarters of funding available (item 8.4 divided by item 8.1)	88.96
<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: N/A	
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: N/A	
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: N/A	
<i>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.</i>	

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:31 January 2024.....

Authorised by:Carl Le Souef.....
(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 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 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.
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.