

Appendix 4C

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

Name of entity

ASF Group Limited

ABN

50 008 924 570

Quarter ended ("current quarter")

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	333	525
1.2 Payments for		
(a) research and development	-	-
(b) product manufacturing and operating costs	-	-
(c) advertising and marketing	(5)	(10)
(d) leased assets	-	-
(e) staff costs	(342)	(667)
(f) administration and corporate costs	(496)	(1,103)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	4	5
1.5 Interest and other costs of finance paid	(15)	(15)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	88
1.8 Other - GST (paid)/refunds and misc expense	(1)	(5)
1.9 Net cash from / (used in) operating activities	(522)	(1,182)
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	(69)	(69)
(d) investments	-	-
(e) intellectual property	-	-

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
(f) other non-current assets	-	-
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	(20)	(20)
2.3 Cash flows from loans to other entities	-	-
2.4 Dividends received (see note 3)	-	-
2.5 Other – Dawson West JV cash calls	(133)	(375)
2.6 Net cash from / (used in) investing activities	(222)	(464)

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	-	2,000
3.6 Repayment of borrowings	-	-
3.7 Transaction costs related to loans and borrowings	-	-
3.8 Dividends paid	-	-
3.9 Other - security deposit released	-	-
- shares buy-back	-	-
3.10 Net cash from / (used in) financing activities	-	2,000

4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	2,416	1,294
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(522)	(1,182)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(222)	(464)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	2,000
4.5	Effect of movement in exchange rates on cash held	(93)	(69)
4.6	Cash and cash equivalents at end of period	1,579	1,579

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	1,579	2,416
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)	1,579	2,416

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	(270) *
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.

* Consulting fees, director fees and salary (\$191), office lease (\$79)

7. Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<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>		
7.1 Loan facilities <i>(note A)</i>	7,000	2,000
7.2 Credit standby arrangements	-	-
7.3 Other (Convertible Loan) <i>(note B)</i>	25,000	22,950
7.4 Total financing facilities	32,000	24,950
7.5 Unused financing facilities available at quarter end		7,050
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>(A) Unsecured loan facilities granted by Star Diamond Developments Ltd ("Star Diamond") to Civil & Mining Resources Pty Ltd, a subsidiary of the Company ("CMR Facility") with the following terms:</p> <ul style="list-style-type: none"> (i) Total facility amount: \$7 million; (ii) Interest rate: 9% per annum; and (iii) Maturity date: 31 December 2025. <p>(B) Unsecured convertible loan facilities granted by Star Diamond to the Company ("ASF Facility") with the following terms:</p> <ul style="list-style-type: none"> (i) Total facility amount: \$25 million; (ii) Interest rate: 10% per annum; (iii) Maturity date: 30 April 2026; and (iv) Convertible: the ASF Facility can only be converted into shares of the Company's subsidiaries and/or the securities held by the Company or its subsidiaries. <p>As of 31 December 2024, \$2 million CMR Facility and \$22.95 million ASF Facility had been drawn down.</p>		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(522)
8.2 Cash and cash equivalents at quarter end (item 4.6)	1,579
8.3 Unused finance facilities available at quarter end (item 7.5)	7,050
8.4 Total available funding (item 8.2 + item 8.3)	8,629
8.5 Estimated quarters of funding available (item 8.4 divided by item 8.1)	16.53
<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

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.

30 January 2025

Date:

By the Board of ASF Group Limited

Authorised by:
(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.



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Activities Report – For the quarter ended 31 December 2024

Corporate

As of 31 December 2024, the Company together with its subsidiaries (the “Group”) maintained a cash balance of approximately \$1.58 million and has remaining loan facilities granted by Star Diamond to the Company and CMR available for draw down for a total of \$7.05 million.

Mr Louis Chien retired as director of the Company at the Annual General Meeting of the Company held on 27 November 2024. The Board thanks Mr Chien for his invaluable contributions during this tenure and wish him all the best for this future endeavours.

Pursuant to section 6 of the Company’s Appendix 4C, the Company paid approximately \$270,000 to the related parties during the quarter, of which \$191,000 were consulting and director fees and \$79,000 were office rentals.

Principal Investments

ActivEX Limited (“AIV”)

AIV is an ASX listed mineral exploration company holding a number of prospective tenements, principally targeting copper, gold and critical minerals in Queensland.

During the quarter, AIV completed the drilling program of its Gilberton Gold Project within the Mt Hogan and Split Rock tenements with a total of 2,416m of angled RC drilling for an average depth of 115m drilled. AIV also announced that it has been granted the second of the two Exploration Permits for Minerals (EPM) at the Aramac Project and has completed a first pass exploration with exciting initial results which indicate both REE and Base Metal potential along a considerable strike length within the Aramac Project.

On 28 November 2024, AIV announced that Mr Andrew Bald resigned as non-executive director of AIV.

As at 31 December 2024, the Company holds 16.74% of the issued capital of AIV with a market value of \$0.29 million.

Rey Resources Limited (“REY”)

REY is an ASX listed energy company with a large tenement holding in coal, oil & gas in the Western Australia. The principal activity of REY is exploring for and developing energy resources in Western Australia’s Canning Basin.

As at 31 December 2024, the Company holds 16.39% of the issued capital of REY with a market value of \$1.25 million.



Key Petroleum Limited (“KEY”)

Key Petroleum Limited (“Key”) continues to advance the development of its core assets in the Cooper Eromanga Basin, Queensland. The Company is pursuing Potential Commercial Area (PCA) applications for ATPs 920 and 924, with submissions on track for the February 28, 2025 deadline. These permits are strategically positioned near critical infrastructure, including the Carpentaria Gas Pipeline, which links to the Northern Gas Pipeline, enhancing their development potential. 15-year PCA grants would enable Key to fully evaluate and develop these resources, with follow-up exploration programs planned to further unlock their value.

During the quarter, Key Petroleum Limited successfully raised A\$255,000 through the placement of 255 million shares at A\$0.001 per share to China Create Capital Holding Group Co Limited. The funds will support the development of Key’s Cooper Eromanga Basin permits, new venture assessments, and additional working capital. Additionally, Key entered into a loan facility agreement with ASF Group Ltd. for A\$200,000, which was later mutually terminated without drawdown.

Key also completed a 100-to-1 share consolidation, reducing the total issued shares from over 2.26 billion to approximately 22.6 million, enhancing asset value per share without affecting shareholder percentages. Effective January 15, 2025, Mr. Wei Jin and Ms. Yuki Cao joined as Executive Chairman and Executive Director, respectively, while Mr. Quan Fang resigned as Non-Executive Chairman. The Board thanked Mr. Fang for his valuable contributions.

As at 31 December 2024, the Group holds 8.95% of the issued capital of KEY with a market value of \$0.15 million.

Kaili Resources Limited (“KLR”)

KLR is a resources exploration company which holds tenements in Western Australia. The Group holds 2.2 million shares in KLR with a market value of \$17,600 as at 31 December 2024.

Civil & Mining Resources Pty Ltd (“CMR”)

Together with its subsidiary ASF Resources Pty Ltd, the Company holds 68.97% of the issued capital of CMR which is a privately owned company with a substantial coal tenement portfolio in Queensland situated in close proximity to operating mines, infrastructure and proven economic coal resources.

The Dawson West project, which is 87.5% owned by CMR, has confirmed export quality thermal coal resources with seams of mineable thickness expected to extend further into unexplored areas. CMR has defined a JORC2012 code compliant resource, with a total of 876Mt (188Mt Indicated, 688Mt Inferred resource). During the quarter, CMR, together with its JV partner, has received government approval for an additional 750,000 tonnes, complementing the already approved sample pit of 250,000 tonnes. This heightens the momentum towards initiating a viable sample pit.

ASF Technologies (Australia) Pty Ltd (“ASFTA”)

ASFTA is an Australian company that has developed a flat opposed cylinder boxer-type engine that uses patented Scotch Yoke mechanisms giving the engine advantages in weight, length, width, height, vibration and emissions over other conventional engines in its class.

ASFTA’s Scotch Yoke engine was originally developed over 20 years ago and tested at the time by VW, Ford, Cosworth, and others. The engine has now refreshed its design, with 7 patents newly pending, and tested by FEV. The engine is the first successful 4 stroke Scotch Yoke engine to be specifically designed and developed for modern Hybrid and Range Extender vehicles and can achieve Euro 6d and China 6b emissions on China RON 92 fuel with minimum expensive add on technologies. The engine does not need Turbo charging, VVT, EGR or GDI to meet the European 6d or China 6b emission regulations.

In addition to new energy vehicles, the engine is easily adaptable for a range of power applications ranging from aviation use to home generator use. The engine is designed to be fuel agnostic and can run on Gasoline, LPG, CNG and Hydrogen. Testing of B stage in Europe has now been completed. The engine achieved emissions that were better than Euro 6 and China 6b standards without expensive VVT or EGR technology and passed a 1000hr durability test that is 2.5 times the normal standard test requirement. One patent has



been granted for the US market and a second patent granted for Europe. The European patent opens the door to a myriad of countries.

The Company holds 62% of the issued capital of ASFTA.

BSF Enterprise PLC (“BSFA”)

BSF Enterprise PLC (LSE: BSFA), (OTCQB: BSFAF) is at the forefront of unlocking the next era of biotechnological solutions, focusing on cell-based tissue engineering to revolutionize cultured meat, lab-grown leather, human corneas, collagen growth, and skin substitutes across various sectors. As the parent company, BSFA initially acquired 100% of 3D Bio-Tissues Ltd (3DBT), which had developed a proprietary platform technology termed “tissue templating” (commonly referred to as “tissue engineering”) that facilitates the production of a variety of animal tissue types for multiple uses.

- **Key Updates for Q4 2024**

Fundraising and Share Placement:

BSFA in December 2024 successfully raised £500,000 through an oversubscribed placement of 20 million new ordinary shares at 2.5p each, with warrants exercisable at 5p per share within three years. Management contributed 15% of the funds raised, and the capital, combined with existing resources, provides over 12 months of operational runway. The funds will support key growth initiatives, including scaling Lab-Grown Leather Ltd's innovative materials, launching CytoBoost™ for the biopharma market, advancing Kerato Ltd's LiQD Cornea device toward clinical trials, and expanding BSF Enterprise (Hong Kong)'s cultivated meat initiatives in Greater China. Admission and trading of the 20 million new shares are expected to commence on 27 December 2024, increasing the total share count to 123,335,937.

- **Portfolio Highlights:**

In addition, BSFA's subsidiary 3D Bio-Tissues Ltd (3DBT) has secured a £50,000 Northern Accelerator Growth Support Grant to advance its lab-grown leather technology. This funding will enable the transition from lab-scale development to small-scale manufacturing and prepare for commercialization. The grant will support market research, revenue stream definition, and the creation of a technology roadmap, including plans for a pilot plant. This milestone positions 3DBT to provide sustainable and scalable alternatives to traditional leather, addressing the growing demand in sectors like fashion and automotive within a market projected to reach USD 47.89 billion by 2031.

- **Strategic Vision for 2025**

With these strategic initiatives, BSFA continues to strengthen its position as an innovator in sustainable biotechnological solutions. The company's efforts aim to drive significant progress in tissue engineering, cultivated meat, and regenerative medicine, advancing technologies with the potential to disrupt industries and deliver meaningful environmental and ethical benefits.

The Company through its subsidiary BSF Angel Funding Limited holds 16,610,944 fully paid ordinary shares of BSFA with a market value of GBP0.39 million (equivalent to approximately A\$0.80 million) as at 31 December 2024

Property Marketing and Services

ASF Properties Pty Ltd ('ASFP'), a wholly-owned subsidiary of the Company, provides comprehensive property services to Australian and international property investors and purchasers. ASFP serves as a strategic and whole-process platform for offshore investors to access the Australian property market, providing services including but not limited to: development management, project marketing campaign delivery, property management and property consultations. ASFP's services cover projects from New South Wales to Queensland.

Construction of the Peninsula Terraces townhouses concluded in June and all units settled. The resale of established properties in the Hope Island precinct along with upcoming new projects are expected to provide revenue contributions in the coming quarter.



Fund Management and Advisory Services

ASF Capital Pty Ltd ('ASF Capital') holds an Australian Financial Services Licence and is the fund management and advisory arm of the Group's core strategy to facilitate two-way capital flows between Australia and Asia.

ASF Capital assists select businesses both on shore and off on matters such as public listing, financial advisory, entry and/or expansion in Australia, and visa migration related areas. Also, ASF Capital is working to form tailor-made wholesale funds to capture a diverse array of investment opportunities.

Information about ASF

ASF Group Limited (ASX: AFA) is a diversified investment company with an international outlook and a history of more than 40 years. In an increasingly dynamic global market, we are experienced in spearheading strategic trade and investment between Australia and the world. Our insight and experience with transnational trade and investment allows us to generate value and maximise returns in our focus sectors of property, resources, technology and financial services.

Authorised by:
Board of ASF Group Limited

For further information, please contact:
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