

# **Papyrus Egypt LLC**

## **Statutory Accounts**

**For the Year Ended 30 June 2024**

# Papyrus Egypt LLC

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# Papyrus Egypt LLC

## Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2024

	Note	30 June 2024	30 June 2023
		EGP	EGP
Revenue	2 (a)	32,414,036	1,765,624
Cost of sales		(8,896,095)	(453,626)
Other income	2 (a)	11,363,303	191,187
Employment expenses	2 (b)	(3,824,360)	(2,453,689)
Depreciation expense		(1,257,585)	(1,236,198)
Marketing expenses		(172,926)	(943,693)
Research & development expenses		(4,365,231)	(5,054,240)
Finance Expenses		(4,236,431)	-
Other expenses	2 (c)	(873,571)	(777,089)
<b>Profit/ (Loss) before income tax benefit</b>		20,151,140	(8,961,724)
Income tax benefit	3	-	-
<b>Profit/ (Loss) for the period</b>		20,151,140	(8,961,724)
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		20,151,140	(8,961,724)
<b>Total comprehensive income attributable to members</b>		20,151,140	(8,961,724)

The accompanying notes form part of these financial statements.

# Papyrus Egypt LLC

## Statement of Financial Position As at 30 June 2024

	Note	30 June 2024 EGP	30 June 2023 EGP
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	3,333,321	166,665
Trade and other receivables	5	702,002	175,095
Inventories	6	333,712	554,711
Other current assets		5,000	5,000
<b>TOTAL CURRENT ASSETS</b>		<b>4,374,035</b>	<b>901,471</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	7	23,013,565	21,598,378
<b>TOTAL NON-CURRENT ASSETS</b>		<b>23,013,565</b>	<b>21,598,378</b>
<b>TOTAL ASSETS</b>		<b>27,387,600</b>	<b>22,499,849</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	8	5,606,119	19,011,775
<b>TOTAL CURRENT LIABILITIES</b>		<b>5,606,119</b>	<b>19,011,775</b>
<b>NET ASSETS</b>		<b>21,781,481</b>	<b>3,488,074</b>
<b>EQUITY</b>			
Issued capital	9	1,000,000	2,857,733
Retained earnings		20,781,481	630,341
<b>TOTAL EQUITY</b>		<b>21,781,481</b>	<b>3,488,074</b>

The accompanying notes form part of these financial statements.

# Papyrus Egypt LLC

## Statement of Changes in Equity For the Year Ended 30 June 2024

		<b>Issued Capital</b>	<b>Retained Earnings</b>	<b>Total</b>
		<b>EGP</b>	<b>EGP</b>	<b>EGP</b>
Balance at 1 July 2022		2,136,733	9,592,065	11,728,798
Comprehensive income				
Loss for the year		-	(8,961,724)	(8,961,724)
Total comprehensive income for the period		-	(8,961,724)	(8,961,724)
transactions with owners, in their capacity as owners, and other transactions				
Shares issued on 29 March 2023		220,000	-	220,000
Shares issued on 2 April 2023		130,000	-	130,000
Shares issued on 21 May 2023		100,000	-	100,000
Shares issued on 21 June 2023		242,000	-	242,000
Shares issued on 22 June 2023		29,000	-	29,000
Total transactions with owners and other transactions	9	721,000	-	721,000
Balance at 30 June 2023		2,857,733	630,341	3,488,074
Balance at 1 July 2023		2,857,733	630,341	3,488,074
Comprehensive income				
Profit for the year		-	20,151,140	20,151,140
Total comprehensive income for the period		-	20,151,140	20,151,140
transactions with owners, in their capacity as owners, and other transactions				
Cancellation of share capital issue in prior year		(1,857,733)	-	(1,857,733)
Total transactions with owners and other transactions	9	(1,857,733)	-	(1,857,733)
Balance at 30 June 2024		1,000,000	20,781,481	21,781,481

*The accompanying notes form part of these financial statements.*

# Papyrus Egypt LLC

## Statement of Cash Flows For the Year Ended 30 June 2024

	Note	30 June 2024 EGP	30 June 2023 EGP
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers		31,910,748	2,621,222
Payments to suppliers and employees		(22,601,854)	(9,166,207)
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	<b>10</b>	<b>9,308,894</b>	<b>(6,544,985)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase property, plant & equipment		(2,672,772)	(618,286)
<b>CASH FLOWS USED IN FINANCING ACTIVITIES</b>		<b>(2,672,772)</b>	<b>(618,286)</b>
Proceeds / (refund) from issue of shares		(1,857,733)	721,000
Receipt from related party loan (Note A)		-	5,353,383
Repayment of loan from directors		(1,611,733)	-
<b>NET CASH PROVIDED BY FINANCING ACTIVITIES</b>		<b>(3,469,466)</b>	<b>6,074,383</b>
Net (decrease) in cash and cash equivalents		3,166,656	(1,088,888)
Cash at the beginning of the financial year		166,665	1,255,553
<b>CASH AT THE END OF THE FINANCIAL YEAR</b>	<b>4(a)</b>	<b>3,333,321</b>	<b>166,665</b>

Note A: R&D reimbursement

During the financial year ended 30 June 2024, R&D reimbursements amounting \$11,339,684, as disclosed in Note 2a, were settled by offsetting against amounts owed to related parties.

*The accompanying notes form part of these financial statements.*

# Papyrus Egypt LLC

ABN 63 110 868 409

## Notes to the Financial Statements

For the year ended 30 June 2024

This financial report covers the financial statements and notes of Papyrus Egypt LLC ('the Company') as an Individual entity. Papyrus Egypt LLC is a for-profit company limited by shares, incorporated and domiciled in Egypt. The financial statements are prepared for the benefit of members.

The financial statements are presented in Egyptian Pounds ('EGP') as its functional and presentational currency.

### 1 SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

#### (a) Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with International Financial Reporting Standards as appropriate for for-profit orientated entities.

The significant accounting policies used in the preparation and presentation of these financial statements are provided below and are consistent with prior reporting periods unless otherwise stated.

Except for the cash flow information, the financial statements are prepared on an accruals basis and are based on historical costs, except for the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

#### Going Concern

The financial statements have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and discharge of liabilities in the normal course of business.

As presented in the financial statements, the Company incurred a profit before comprehensive income of EGP20,151,141 (2023: loss of EGP8,961,724) and had net cash inflows of EGP9,308,894 (2023: net cash outflows EGP6,544,985) for the year ended 30 June 2024.

The Managers of the Company believe it is reasonably foreseeable that the Company will continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report considering the following factors;

- the ability of the Company to raise additional capital when required;
- the potential cash flows resulting from the revenue generated from the sale of fibre to the Egyptian Government ("EM") project and the offtake contact income for the sale of output generated by EM project;
- the successful execution of potential contracts with other Government governorates for the establishment of similar facilities to the EM project.

However, there remains a material uncertainty which may cast significant doubt as to whether the Company will continue as a going concern, and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report. The financial report does not include any adjustments relating to the amounts or classification of recorded assets or liabilities that might be necessary if the entity does not continue as a going concern.

#### (b) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the entity and specific criteria relating to the type of revenue has been satisfied.

Revenue from sales of goods is recognised at the point in time when the customer obtains control of the goods, which is generally at the time of delivery or handover of the goods or equipment.

All revenue is stated net of the amount of value added tax ('VAT').

#### Interest revenue

Interest is recognised using the effective interest method.

#### (c) Finance costs

Finance costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other finance costs are recognised in income in the period in which they are incurred.

# Papyrus Egypt LLC

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## Notes to the Financial Statements

For the year ended 30 June 2024

### (d) Trade and other receivables

For trade receivables, the Company applies a simplified approach in calculating Expected Credit Losses ('ECLs') as allowed in accordance with AASB 9 Financial Instruments.

Therefore, the Company does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date.

### (e) Plant and Equipment

Each class of plant and equipment are measured using the cost model as specified below.

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

#### Depreciation

The depreciable amount of all plant and equipment is depreciated on a straight- line and diminishing value basis from the date that management determine that the asset is available for use.

Assets held under a finance lease and leasehold improvements are depreciated over the shorter of the term of the lease and the assets useful life.

The estimated useful lives used for each class of depreciable asset are shown below:

Fixed asset class	Useful life
Plant and Equipment	2.5 - 20 years
Buildings	40 years

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of profit or loss and other comprehensive income.



# Papyrus Egypt LLC

ABN 63 110 868 409

## Notes to the Financial Statements

For the year ended 30 June 2024

### 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### (f) Impairment of non-financial assets

At the end of each reporting period, the Company determines whether there is evidence of an impairment indicator for non-financial assets.

Where this indicator exists and regardless for goodwill, indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the assets is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash- generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash- generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss, except for goodwill.

#### (g) Interest bearing loans and borrowings

All loans and borrowings are initially recognised at the fair value of the consideration received less directly attributable transaction costs.

After initial recognition, interest- bearing loans and borrowings are subsequently measured at amortised cost.

#### (h) Critical accounting estimates and judgments

The preparation of financial reports requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Except as described below, in preparing this report, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the consolidated financial report for the year ended 30 June 2024.

##### Key estimates Impairment of assets

The Company assesses impairment at each reporting date by evaluating conditions specific to the Company that may lead to an impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. The impairment assessment was undertaken this year, in particular for its plant and equipment and no impairment indicators were noted.

# Papyrus Egypt LLC

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## Notes to the Financial Statements

For the year ended 30 June 2024

### 2 REVENUE AND EXPENSES

	30 June 2024 EGP	30 June 2023 EGP
<b>REVENUE</b>		
<i>(a) Revenue</i>		
<i>Revenue from contracts with customers</i>		
Sales of goods	32,414,036	1,765,624
<i>Other income</i>		
R&D reimbursement	11,339,684	-
Other income	23,619	191,187
	11,363,303	191,187
Total revenue and other income	<b>43,777,339</b>	<b>1,956,811</b>
<i>Disaggregation of revenue</i>		
The disaggregation of revenue from contracts with customers is as follows:		
<i>Geographical regions</i>		
Egypt	<b>32,414,036</b>	<b>1,765,624</b>
<i>Timing of revenue recognition</i>		
Goods transferred at a point in time	<b>32,414,036</b>	<b>1,765,624</b>
<i>Major product lines</i>		
Sales of Machinery	31,916,916	7,600
Food packaging products	20,370	1,290,404
Musa liquid fertilizer	471,530	463,360
Other	5,220	4,260
	<b>32,414,036</b>	<b>1,765,624</b>
<b>EXPENSES</b>		
<i>(b) Employee benefit expenses</i>		
Wages, salaries and other remuneration expenses	3,824,360	2,453,689
Total employee benefit expenses	<b>3,824,360</b>	<b>2,453,689</b>
<i>(c) Other expenses</i>		
Taxes	-	25,000
Bad debts expense	-	582,576
Foreign exchange losses	323,198	-
Professional services	55,000	-
Other expenses	495,373	169,513
	<b>873,571</b>	<b>777,089</b>

# Papyrus Egypt LLC

ABN 63 110 868 409

## Notes to the Financial Statements

For the year ended 30 June 2024

### 3 INCOME TAX EXPENSE

The major components of tax expense (income) comprise:

	<b>30 June 2024 EGP</b>	<b>30 June 2023 EGP</b>
Income tax expense	-	-
A reconciliation between tax expense and the product of accounting Loss before income tax multiplied by the Group's applicable income tax		
Profit / (Loss) before income tax	20,310,545	(8,961,724)
At the Company's income tax rate of 22.5% (2023:22.5%)	4,569,872	(2,016,388)
Expenditure not allowable for income tax purposes	-	-
Utilising of tax losses not recognise in prior year	(4,569,872)	-
Tax losses not recognised due to not meeting recognition criteria	-	2,016,388
Income tax expenses	-	-

The Company has assessed that there are sufficient tax losses carried forward from prior periods to be utilised for the financial year ended 30 June 2024. No deferred tax asset has been recognised because management has not yet assessed the extent of future assessable income as well as timing of these to offset tax losses carried forward available at 30 June 2024.

### 4 CASH AND CASH EQUIVALENTS

	<b>30 June 2024 EGP</b>	<b>30 June 2023 EGP</b>
Cash at bank and in hand	3,333,321	166,665
	<b>3,333,321</b>	<b>166,665</b>

Cash at bank earns interest at floating rates based on daily bank deposit rates.

Short-term deposits are made for varying periods of between one day and six months, depending on the immediate cash requirements of the Group, and earn interest at the respective short-term deposit rates.

#### (a) Reconciliation of cash

Cash and Cash equivalents reported in the consolidated statement of cash flows are reconciled to the equivalent items in the consolidated statement of financial position as follows:

Cash at bank and in hand	3,333,321	166,665
	<b>3,333,321</b>	<b>166,665</b>

# Papyrus Egypt LLC

ABN 63 110 868 409

## Notes to the Financial Statements

For the year ended 30 June 2024

### 5 TRADE AND OTHER RECEIVABLES

	30 June 2024 EGP	30 June 2023 EGP
CURRENT		
Trade receivables, net of provision for expected credit losses	198,502	175,095
Other receivable	3,500	-
Deposit made to supplier	500,000	-
	<b>702,002</b>	<b>175,095</b>

### 6 INVENTORIES

	30 June 2024 EGP	30 June 2023 EGP
Raw materials	117,213	462,006
Finished goods, at lower of cost and net realisable value	216,499	92,705
<b>Total</b>	<b>333,712</b>	<b>554,711</b>

### 7 PROPERTY, PLANT AND EQUIPMENT

	30 June 2024 EGP	30 June 2023 EGP
LAND AND BUILDINGS		
Freehold land at cost	9,322,057	9,322,057
Total land	9,322,057	9,322,057
Buildings at cost	4,483,490	4,483,490
Less accumulated depreciation	(1,133,459)	(1,021,372)
Total buildings	3,350,031	3,462,118
Total land & buildings	12,672,088	12,784,175
PLANT AND EQUIPMENT		
Plant and equipment at cost	13,755,396	11,082,624
Accumulated depreciation and impairment	(3,413,919)	(2,268,421)
Total plant & equipment	10,341,477	8,814,203
Total property, plant & equipment	<b>23,013,565</b>	<b>21,598,378</b>

# Papyrus Egypt LLC

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## Notes to the Financial Statements

For the year ended 30 June 2024

### 7 PROPERTY, PLANT AND EQUIPMENT (continued)

(a) Movements in carrying amounts of plant and equipment

Movement in the carrying amounts for each class of plant and equipment between the beginning and the end of the current and previous financial years:

	Property, Plant and Equipment EGP
<b>Year ended 30 June 2024</b>	
Balance at the beginning of year	21,598,378
Additions	2,672,772
Depreciation expense	(1,257,585)
<b>Balance at the end of the year</b>	<b>23,013,565</b>
<b>Year ended 30 June 2023</b>	
Balance at the beginning of year	21,371,290
Additions	618,286
Reversal of impairment	845,000
Depreciation expense	(1,236,198)
Balance at the end of the year	21,598,378

### 8 TRADE AND OTHER PAYABLES

	Note	30 June 2024 EGP	30 June 2023 EGP
CURRENT			
Trade payables	8 (a)	17,652	471,891
Other payables	8 (b)	5,588,467	18,539,884
		<b>5,606,119</b>	<b>19,011,775</b>

#### (a) Trade payables

Trade payables are non-interest bearing and normally settled on 60-day terms, and include customers deposits.

Information regarding the risks associated with current payables is set out in Note 13.

#### (b) Other payables

Other payables relate to loan funds provided by Papyrus Australia Ltd EGP5,338,467 (2023: EGP16,678,151) and Ramy Azer EGP250,000 (2023: EGP1,861,733), the loans are unsecured, not interest bearing and are repayable on demand.

# Papyrus Egypt LLC

ABN 63 110 868 409

## Notes to the Financial Statements

For the year ended 30 June 2024

### 9 ISSUED CAPITAL

	<b>2024</b>	<b>2023</b>
	<b>EGP</b>	<b>EGP</b>
Total issued capital	<b>1,000,000</b>	2,857,733
<b>(a) Ordinary shares</b>		
At the beginning of the reporting period	2,857,733	2,136,733
Shares issued on – 29 March 2023	-	220,000
Shares issued on – 2 April 2023	-	130,000
Shares issued on – 21 May 2023	-	100,000
Shares issued on – 21 June 2023	-	242,000
Shares issued on – 22 June 2024	-	29,000
Shares cancelled*	(1,857,733)	-
At the end of the reporting period	<b>1,000,000</b>	2,857,733

The shares were issued to private investors on the various dates referred to in the issued capital note above. With the funds raised for working capital purposes.

\* Funds raised during previous periods have been refunded and the shares issued cancelled.

In the event of winding up the Company, ordinary shareholders rank after all creditors and are fully entitled to any net proceeds of liquidation.

### (b) Capital Management

The Company manages its capital to ensure that entities in the Company will be able to continue as a going concern while maximising the return to stakeholders.

The capital structure of the Company consists of cash and cash equivalents and equity attributable to equity holders, comprising issued capital and accumulated losses.

Proceeds from share issues are used to maintain and expand the Group's plant and equipment requirements, research and development activities and fund operating costs.

### 10 RECONCILIATION OF NET LOSS AFTER TAX TO NET CASH FLOWS FROM OPERATIONS

	<b>30 June</b>	<b>30 June</b>
	<b>2024</b>	<b>2023</b>
	<b>EGP</b>	<b>EGP</b>
Net profit / (loss)	20,151,140	(8,961,724)
Non-cash flow in profit / (loss):		
- Depreciation expense	1,257,585	1,236,198
- Reverse impairment of fixed assets	-	(845,000)
- Provision for doubtful debts	-	740,063
- R&D reimbursement	(11,339,684)	-
Changes in assets and liabilities		
- Decrease/(Increase) in inventories	220,999	406,766
- Decrease/(Increase) in trade and other receivables	(526,907)	664,411
- (Decrease)/Increase in trade and other payables	(454,239)	214,301
<b>Net cash (used in)/provided by operating activities</b>	<b>9,308,894</b>	<b>(6,544,985)</b>

### 11 CONTINGENCIES AND COMMITMENTS

In the opinion of the managers, the Company did not have any commitment or contingencies at 30 June 2024 (2023: nil).

# Papyrus Egypt LLC

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## Notes to the Financial Statements

For the year ended 30 June 2024

### 12 REMUNERATION OF AUDITORS

During the financial year the EGP360,080 fees were paid or payable for services provided by the Company's auditors and their network firms. No non - audit services have been provided to the Company by the Company's auditors.

### 13 FINANCIAL RISK MANAGEMENT

#### Categories of financial instruments

The totals for each category of financial instruments, measured in accordance with the Accounting Standards as detailed in the accounting policies to these financial statements, are as follows:

	Note	30 June 2024 EGP	30 June 2023 EGP
<b>Financial assets</b>			
Cash and cash equivalents	4	3,333,321	166,665
Trade and other receivables	5	702,002	175,095
<b>Total financial assets</b>		<b>4,035,323</b>	<b>341,760</b>
<b>Financial Liabilities</b>			
Financial liabilities at amortised cost			
Trade and other payables	8	5,606,119	19,011,775
<b>Total financial liabilities</b>		<b>5,606,119</b>	<b>19,011,775</b>

#### Credit risk

Credit risk refers to the risk that a counter party will default on its contractual obligations resulting in a financial loss to the Company.

The Company has adopted a policy of only dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from activities.

The Company does not have any significant credit risk exposure to any single counterparty. The credit risk on liquid funds is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The carrying amount of financial assets recorded in the financial statements, net of any allowances for losses, represents the Company's maximum exposure to credit risk.

#### Market risk

##### (i) Cash flow interest rate sensitivity

The Company is exposed to interest rate risk as it holds some bank deposits at floating rates.

The Company's policy is to minimise interest rate cash flow risk exposures on long-term financing. Longer-term deposits are therefore usually at fixed rates. At the reporting date, the Company is exposed to changes in market interest rates through its short-term bank deposits, which are subject to variable interest rates.

##### (ii) Financial instrument composition and maturity analysis

The Company is not materially exposed to any effects on changes in interest rates. The Company's borrowings outstanding as at the reporting date 30 June 2024 of EGP5,588,467 (2023: EGP18,539,884) which are not interest bearing. Trade payables are often settled within 30day credit term and classified as current liabilities.

#### Liquidity risk

Liquidity risk arises from the Company's management of working capital and the finance charges and principal repayments on its debt instruments. It is the risk that the Company will encounter difficulty in meeting its financial obligations as they fall due.

Ultimate responsibility for liquidity risk management rests with the Management Members, whom have built an appropriate liquidity risk management framework for the management of the Company's short, medium and long-term funding and liquidity management requirements. The Company manages liquidity risk by maintaining adequate reserves.

# Papyrus Egypt LLC

ABN 63 110 868 409

## Notes to the Financial Statements

For the year ended 30 June 2024

### 14 RELATED PARTIES

#### (a) Transactions with related parties

Transactions between related parties are on normal commercial terms and conditions no more favorable than those available to other parties unless otherwise stated.

The following transactions occurred with related parties:

Mr Ramy Azer, was paid an annual displacement allowance equal of EGP1,068,000 (2023: EGP834,000) plus reimbursement of expenses / bonus of EGP267,000 (2023: EGP122,844) whilst he is in Egypt.

Ms Heba Nayle was paid an annual salary of EGP1,845,600 (2023: EGP1,374,000) plus reimbursement of expenses / bonus of EGP612,000 (2023: EGP122,844).

On 1 July 2022, the Company entered into a consultancy contract with Papyrus Australia Ltd (a shareholder) for research and development (R&D) in two areas being scaling up a manufacturing process overseas and developing prototypes overseas. As of 30 June 2024, Papyrus Australia Ltd reimbursed EGP 11,339,684 for costs incurred in relation to the R&D project. This reimbursement has been offset against the outstanding loan as disclosed in Note 8(b) Trade and Other Payables.

#### (b) Compensation of Key Management Personnel (KMP)

Key management personnel remuneration included within employee expenses for the year is shown below:

	30 June 2024	30 June 2023
	EGP	EGP
Short- term employee benefits	3,792,600	2,453,688
Post-employment benefits	-	-
<b>Total remuneration paid to key management personnel</b>	<b>3,792,600</b>	<b>2,453,688</b>

### 15 MATTERS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

On 7 July 2024 the Company entered into a contract for the supply of plant and Equipment relating to the Egyptian Government Factory 200 contract 248 and paid a deposit of EGP2,500,000.

On 17 July 2024 the Company established a bank guarantee to the value of EGP16,758,500 as collateral for the Egyptian Government factory 200 Contract 248.

There have been no other significant matters subsequent to the end of the financial year.



# Papyrus Egypt LLC

ABN 63 110 868 409

## Directors' Declaration

The Managers of the Company declare that:

- the attached financial statements and notes comply with International Financial Reporting Standards;
- the attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2024 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the management Committee.



Ramy Azer  
Manager

15 October 2024

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF PYPYRUS EGYPT LLC

### Report on the Audit of the Financial Report

#### Opinion

We have audited the financial report of Papyrus Egypt LLC (the Entity), which comprises the statement of financial position as at 30 June 2024, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial report, including material accounting policy information and the declaration by those charged with governance.

In our opinion the accompanying financial report presents fairly, in all material respects, the financial position of the Entity as at 30 June 2024, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

#### Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the Entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Material uncertainty related to going concern

We draw attention to Note 1 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Entity's ability to continue as a going concern and therefore the entity may be unable to realise its assets and discharge its liabilities in the normal course of business. Our opinion is not modified in respect of this matter.

#### Responsibilities of management and those charged with governance for the Financial Report

Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and for such internal control as management determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.



Those charged with governance are responsible for overseeing the Entity's financial reporting process.

#### Auditor's responsibilities for the audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at: [http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf)

This description forms part of our auditor's report.

A handwritten signature in blue ink that reads 'BDO'.

BDO Audit Pty Ltd

A handwritten signature in blue ink that appears to read 'Linh Dao'.

Linh Dao  
Director

Adelaide, 15 October 2024