

## ASX ANNOUNCEMENT

23 May 2025

### VIETNAM JOINT VENTURE AND PARTNER REVIEW

**Papyrus Australia Ltd** (ASX:PPY) is pleased to report it has received a report from L39 regarding the proposed Vietnam joint venture and in particular the completion of due diligence in accordance with milestone 1 of Phase 1: Location and Partner Due Diligence (**ASX Announcement: 26 November 2024 L39 Corporate Services Engagement**)

The L39 Review of Thanh Dung Pty Ltd (“Thung Dung”) considered the following elements:

- Review of the legal Structure
- Evaluate the Factory Infrastructure and Capacity to facilitate the joint venture
- Determine the availability of feedstock and security of supply
- Evaluate the site location in terms of accessibility to feedstock, transport and sea transport
- Determine if any preliminary risks or legal issues existed

The L39 report concludes that “Based on our preliminary due diligence and feedback from attendees of the site visit in Vietnam, including PPY staff, Thanh Dung presents as a capable, well-established partner with strategic alignment, available infrastructure, secured feedstock, and competitive labour and energy costs. The location also provides unique logistics through the available river systems, further driving down costs and improving the end products green credentials. L39 is therefore of the opinion that it is appropriate to commence work on Milestone 2 of Phase 1 of the Joint Venture Engagement Letter dated 26 November 2024.”

The Chairman said “this is a fantastic outcome for our proposed Vietnam Joint Venture and we look forward to achieving Milestone 2: Complete and executed joint venture agreement inclusive of operating structure/management system and business plan completed to the satisfaction of Papyrus”

As a result of the completion of milestone 1 of phase 1, the Company will issue to L39 20,000,000 unlisted options at an exercise price of 1.5 cents per option converted with an expiry date of 3 years from issue date which will be the subject of an Appendix 3B.

### About Papyrus Australia Limited

Papyrus Australia Ltd is an innovative company and a leader in providing sustainable solutions using its patented technology to process agricultural waste (currently focused on banana plantations) into high-quality alternatives to wood-based, paper-based, and plastic-based products. The Company’s process eliminates the need for harmful chemicals and produces a range of eco-friendly materials and packaging.

**Al Jawhari - Chair**

**Ends**