



## **ASX ANNOUNCEMENT 30 November 2021**

**Papyrus Australia Ltd (ASX:PPY)** advises that the Company has moved from quarterly activity reports to monthly activity reports to keep the market more informed regarding its activities. **This monthly report pertains to the month ended 31 October 2021** and the Monthly Appendix 4C cash flow report released to the market on 30 November 2021.

The focus of the Company in the past month has been:

- to support the Papyrus Egypt Company (PPYEg) activities in Egypt, which provide increasingly positive results, and
- to continue activities pursuing new opportunities to exploit its technology.

This report and future monthly reports will focus on two topics, namely:

- corporate activities of Papyrus Australia Ltd in Australia, and
- operational activities of Papyrus Egypt Company (LLC) for the manufacture of banana fiber products in Sohag, Egypt.

## **Papyrus Australia Ltd**

### **Corporate Activities**

1. Following the successful trial in September using 100% refined banana fibre to produce biodegradable moulded food packaging, the Company entered into lease negotiations with the owner of a fully operational moulded fibre packaging facility in order to fast track the development of its moulded fibre packaging products.
2. A lease agreement was executed for use of the operational moulded fibre packaging facility in Sharqiah, Egypt, which commenced on 1 November 2021. The lease includes rights of renewal for a further two years at the option of PPYEg. (ASX announcement 21 October 2021).
3. Appointed Ms. Kerry Chikarovski AM as Executive Director – Government Relations, commencing 1 November 2021. Ms Chikarovski's appointment is an important next step in facilitating the Company's strategic objectives in the Australian market, and as a former MP and leader of the New South Wales

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Liberal Party, Ms Chikarovski brings highly valuable firsthand government knowledge and extensive community and stakeholder relations expertise to the Company.

4. The Company continued to field enquires from potential users of the technology from other countries.
5. During the reporting month, a payment of \$20,833 was made to a related party in accordance with the remuneration agreement for the Managing Director.

## **Papyrus Egypt Company (PPYEg)**

### **Operational Activities**

- Demand for ‘Musa’ continues to be strong, resulting in the installation of additional equipment in the Sohag factory to facilitate increase in production.
- The other focus during the reporting period was to prepare the existing moulded fibre packaging facility in Sharqiah, Egypt, in order to commence production of moulded banana fibre packaging products. Some of the output will be used for samples, with all surplus product for sale under an agreement with the Halim family through their existing business.
- Research and development continued at the Sohag factory in order to upscale the production capacity and improve the quality of the fibre, required for moulding products.

### **Consolidated Financial Reporting**

The expenditure reported in the October Appendix 4C cash flow report (ASX: Announcement 30 November 2021) for PPY relates primarily to:

- staff costs
- compliance costs and related expenses
- expenditure relating to the Papyrus Egypt operations at the Sohag factory.

Except for the payment referred to under corporate activities during the month, there was no other payment to an associate or a related party.

As approved by the Board.

**ENDS**