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30 October 2020

ASX Announcement

QUARTERLY ACTIVITIES & CASHFLOW REPORT
Quarter ended 30th September 2020

Highlights for the Quarter

- Successful completion of a private placement which raised AUD$2.8 Million to fund the roll-out of TYMLEZ's Decentralised Peer-to-Peer Energy Marketplace and Telematics data products.
- Completion of a dual listing on the Frankfurt Stock Exchange.
- Appointment of Wayne Clay, the current CEO of TGOOD Australia, as non-executive director and as Chairman of the Board.
- Engaged as technology partner to a consortium (TROEF) created to launch a combined energy and CO2 emissions trading ecosystem which will function as an 'Internet of Energy' in the Netherlands. The consortium has applied for a Government grant which is expected to be decided this calendar year. TROEF consortium consists of AM, BAM, Entrnce International Holding, KPN, OrangeNXT, Stedin Netbeheer, Stichting Hogeschool Utrecht, NEN, Eindhoven University of Technology and TYMLEZ.
- Undertook and progressed multiple opportunities for commercial engagement, as well as strategic partnerships, with multi-national companies.
- Engaged and further advanced talks with government entities in Australia responsible for funding, regulating and expanding renewable energy capacity at a state government level.
- Signed a Letter of Intent with the "Tyalgum Energy Project" in Northern NSW to install and pilot its decentralised tracking and tracing green energy platform.
- Applied for a A$1.358m Government grant in Australia to use the TYMLEZ platform to develop a blockchain based software solution for the tracking and tracing of PPE under the COVID grant scheme.
- **Closing cash balance** of A$2,572,000.

Commenting on the quarter, **TYMLEZ CEO Daniel O'Halloran said**, *"With the strong investor demand for our most recent capital raise, and the further alignment of the company strategy to the commercial rollout of our innovative and well-established technology, TYMLEZ is on track to further our company's commercial maturity in 2021 and beyond. I am inspired by our tech team's capacity to continue to deliver new innovations within our world leading enterprise technology, as well as the ability of that technology to enable ecosystems of public and private entities to change the world for the better."*

TYMLEZ Group Limited (ASX:TYM) (TYMLEZ or the Company), a leader in enterprise software and technology solutions utilizing commercial grade blockchain technology, is pleased to release its Appendix 4C – Quarterly Cashflow report and Update for the quarter ended 30 September 2020 (The Quarter). All financial results are in Australian dollars unless otherwise stated and are unaudited. Where results occurred in other currencies such as Euros, they have been converted to Australian dollars at the rate of €1.00 = A$1.63.

Successful Capital Raise of A$2.8 Million

During the September quarter, TYMLEZ completed a A$2.8 million (before costs) capital raising through the issue of 25,454,545 ordinary shares and 12,727,272 options at A$0.11 (11 cents) per share (the "Placement"). For every two (2) share subscribed for investors have received one (1) free attaching TYMO listed option with an exercise price of $0.065 (6.5 cents) and an expiry date of 31 December 2023.

The funds raised in the Placement will principally be used to:

- Drive the commercial rollout of TYMLEZ technology for applications in peer-to-peer energy marketplaces for the energy industry, as well as Electric Vehicle (EV) telematics in Australia and internationally.
- Expand the capacity of the TYMLEZ core technology offering to allow energy marketplace applications to cohesively incorporate EV telematics as well as the tracking, tracing and trading of CO2 emissions between individuals and large enterprises throughout energy trading ecosystems.
- Support the acquisition of new contracts and customer growth in Australia and Europe.
- Expand TYMLEZ operations in Australia and support ongoing operations in Europe.
- Hire Australian country manager and core technology developers to support current and future commercial engagements.
- Expand Australian customer and community engagement capacity to roll-out pipeline projects in 2021 and beyond.

Completion of Dual Listing at the Frankfurt Stock Exchange

TYMLEZ has completed a dual listing on the Frankfurt Stock Exchange to complement its ASX listing. The listing on the Frankfurt Stock Exchange took place on 24 September 2020 and facilitates easier trading for European investors thereby broadening TYMLEZ capacity to attract any necessary funds in the future. This dual listing also makes it easy for TYMLEZ' European partners and institutional investors to acquire shares in TYMLEZ by decreasing the regulatory burden. This dual listing does not involve any substantial additional costs or publication requirements.

Appointment of Wayne Clay, current CEO of TGOOD Australia, as Chairman of the Board

TYMLEZ appointed Mr. Wayne Clay as chairman and non-executive director of the Company. Following Mr Clay's appointment, Mr. Niv Dagan has stepped aside from his appointment to the board.

Mr. Clay is the current Chief Executive Officer (CEO) of TGOOD Australia, a world leading manufacturer of modularised electrical substation solutions and OEM manufacturer of electrical infrastructure. TGOOD is the largest provider of Electric Vehicle (EV) charging infrastructure in the world, with more than 400,000 charging stations and three million electric cars under management. TGOOD's core businesses is the supply of equipment and technology to the power, electricity grid, renewable energy, infrastructure, transportation, mining and government sectors globally.

As TGOOD's CEO, Mr. Clay has led the development of the TGOOD Australia business from the delivery of its very first projects through to its first major EPC project in the renewable energy and mining sectors. Mr. Clay also leads the TGOOD Global Project Management Office (PMO), ensuring and enabling delivery expertise and business improvement process right across the TGOOD Global portfolio. Prior to working with TGOOD Australia Mr. Clay was responsible for delivering some of Australia's very first large-scale renewable energy and solar power projects. Mr. Clay is going to be a valuable resource in an ongoing advisory capacity as chairman and non-executive director of TYMLEZ and will contribute to adding value to TYMLEZ shareholders throughout commercial expansion into the energy industry.

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TYMLEZ becomes key technology provider to European consortium to create 'Internet of Energy' to facilitate peer-to-peer energy trading alongside carbon emission (CO2) tracking, tracing and trading.

TYMLEZ, as part of a consortium of ten leading Dutch companies and institutions, is starting a collaboration that aims to accelerate the energy transition in the Netherlands with the application of "Internet of Energy". The consortium - called TROEF - is developing a new layered energy ecosystem for this purpose with which sustainable energy can be exchanged transparently and optimally between buildings and areas, with the lowest possible CO2 emissions as a result. The cooperation agreement signed by the parties concerned at the beginning of October has a term of four years on the successful award of the Government grant expected to be announced this calendar year.

TROEF wants to demonstrate that working together in an energy community pays off. Connecting various 'smart islands' through the 'Internet of Energy' is an important part of the route to the energy system of the future. By making smart and effective use of the available data and knowledge of buildings, building owners can purchase energy themselves and exchange energy and CO2 rights with other buildings.

Start with the user
TROEF wants to allow the user to make an active contribution to the energy system and to benefit more from sustainability. Central to this objective are the optimal use of energy in a healthy building, demonstrating the origin of energy and lowering the barriers for users to benefit from energy sharing.

Energy grid stability
By making buildings smarter, it is possible to use locally generated energy when it is available. This not only results in energy savings, but also leads to efficient use of locally generated energy and prevents peaks in the grid. This means that users can opt for demonstrably sustainable energy and affordable prices. This also makes an important contribution to the stability and affordability of the energy network.

Prototype
TROEF is initially focusing on the development of a prototype of a layered energy ecosystem. This prototype consists of a Layered Energy System (LES) for the exchange of energy between buildings in a local energy community, interfacing technique for connecting buildings to the LES platform and an Internet-of-Energy platform for connecting from multiple local energy communities. The energy ecosystems to be developed by TROEF will soon be tested in various living labs at several locations in the Netherlands.

Government Support
TROEF has applied for a MOOI subsidy (Built environment Mission-driven Research, Development and Innovation) from RVO (Netherlands Enterprise Agency).

TROEF is formed by AM, BAM, Entrnce International Holding, KPN, OrangeNXT, Stedin Netbeheer, Stichting Hogeschool Utrecht, NEN, Eindhoven University of Technology and TYMLEZ.

Financial and Corporate matters

During the Quarter, cash receipts of A$59,000 were attributable to payments for consultancy and professional services delivered as well as Platform as a Service and perpetual revenues.

In this Quarter cash outflow (spending) was A$821,000. During the same period in 2019 cash outflow was A$1,095,000. This reflects the measures that have been taken to increase efficiency. The net cash outflow (spending minus amounts received) was A$762,000.

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Summary of the expenditure incurred on business activities

The expenditures of Tymlez for the September quarter can be summarized as follows (A$ 1,000):

Development costs	334
Sales and marketing costs	80
Staff costs	149
Administration and corporate costs	219
Other costs (lease, interest, etc.)	39
Total cash outflow	821

Additional Information

The September 2020 quarter is a period which is covered by the Use of Funds Statement as outlined in the Company's Replacement Prospectus dated 6 November 2018. A summary of expenditure to date since listing is set out below:

Use of Funds per November 2018 Prospectus	Funds Raised During IPO	Actual Expenditure	Variance	
		13 Dec 2018 - 30 Jun 2020		
	Amount ($'000)	Amount ($'000)	Amount ($'000)	%
Marketing and Sales	1,064	981	83	8
Product Development	2,127	2,364	(237)	(11)
Expansion in Asia-Pacific and USA	1,596	1,064	532	33
Working Capital	532	910	(378)	(71)
Total	**5,319**	**5,319**	-	

Explanation of material differences in the table above:
Subsequent to the IPO, revenues earned have not met expectations. Therefore it was decided to slow down the expansion in Asia-Pacific and USA. Additionally, because TYMLEZ was undertaking less work for paying customers, an additional investment was made in Product Development. The lack of revenues has had its effect on the burn-rate of TYMLEZ. Hence a higher investment in working capital than foreseen.

Payments to related parties and their associates during the quarter was $139K which consists of salaries for two executive directors and fees for non-executive directors.

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Company Update October

1. Tymlez has signed an MOU with TGOOD to explore co-development of an enterprise grade blockchain based peer-to-peer energy trading platform with Electric Vehicle (EV) telematics capacity using TYMLEZ technology. The product design for TGOOD will initially aim to leverage TYMLEZ technology to provide new capabilities for the management and control of TGOOD's Electric Vehicle (EV) charging infrastructure and Battery Energy Storage Systems (BESS) and support their existing business lines.
2. Tymlez released the most advanced version TBSP platform on Google Cloud – version 3.2.
3. Tymlez has appointed Dr. Stephen Friel, previously Advisor to the TYMLEZ Board, as Chief Technology Officer.

1. TYMLEZ signs MOU with TGOOD to explore the opportunity to Co-Develop an IT Platform for the management and control of TGOOD's Electric Vehicle (EV) charging Infrastructure and battery Energy Storage Systems (BESS).

Tymlez has signed an MOU with TGOOD to explore co-development of an enterprise grade blockchain based peer-to-peer energy trading platform with Electric Vehicle (EV) telematics capacity using TYMLEZ technology. The product design for TGOOD will initially aim to leverage TYMLEZ technology to provide new capabilities for the management and control of TGOOD's EV charging infrastructure and Battery Energy Storage Systems (BESS) and support their existing business lines.

TGOOD is a world leading manufacturer of modularised electrical substation solutions and OEM manufacturer of electrical infrastructure. TGOOD is the largest provider of EV charging infrastructure in the world, with more than 400,000 charging stations and three million electric cars under management. TGOOD's core businesses are the supply of equipment and technology to the power, electricity grid, renewable energy, infrastructure, transportation, mining and government sectors globally.

2. TYMLEZ released the most advanced version TBSP platform on Google Cloud – version 3.2.

TYMLEZ Group Limited is pleased to announce that the latest release of TYMLEZ Blockchain solution platform (**TBSP**) on Google Cloud Marketplace (**GCP**) is now LIVE.

This release of TYMLEZ Blockchain solution on the Google Cloud Marketplace offers a number of new features, such as an escrow smart contract template, the ability to create new applications by uploading custom plugins to TBSP on Google Cloud Platform, as well as the ability for enterprises to create their own smart contract flows and applications via the Node-RED UI.

The release of version 3.2 provides; a 'Smart Contracts Explorer' for viewing and executing smart contract templates and instances, a 'Tymlez Explorer' for viewing blocks and transactions and an 'Asset Manager' to improve customers' ability to manage assets.

This release brings even more advantages to our enterprise customers. Building on our existing track and trace products for supply chain management, managing proof of existence as of a specific time via time stamp transactions, version 3.2 also provides an escrow smart contract template. This ensures trustworthy, transparent and immutable transfer of assets between two parties. This new release also adds on the feature of divisible digital assets which can be widely used in trading use cases.

These are also additional enhanced security features, such as the application key requirement that prevents unauthorized users from posting transactions to the blockchain. This feature is perfectly aligned with market developments that impact the Company given the recent announcement by the Australian government to inject an additional $1.35 billion into cyber security.

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The TYMLEZ Blockchain Solution Platform also comes with; FIDO-U2F as second-factor authentication, full end to end encryption using W3C Webauthn Standard, and U2F- enabled hardware security keys, such as Yubikey.

Version 3.2 further simplifies the deployment and use of blockchain-based solutions and enables enterprises of any size the ability to implement automation through smart contracts, data logging and digital ownership rights. With TYMLEZ technology blockchain functionality can be delivered in hours, rather than months.

3. Appointment of Dr. Stephen Friel as Chief Technology Officer (CTO)

TYMLEZ is pleased to announce the appointment of Dr. Friel (Steve) as CTO.

The announcement follows Steve's initial appointment as an Advisor to the Board in July 2020. This new relationship will see Steve take on responsibility for the strategic direction of TYMLEZ as it enters a new phase of company growth. Steve will initially lead on the development of TYMLEZ solutions for the peer-to-peer energy marketplace and telematics products.

Steve's long-term objective will be to allow TYMLEZ to capitalise upon its technology to provide scalable, strategic solutions for its customers. Steve will also support the integration of TYMLEZ' technology across industries and competitive market segments identified as having potential for growth.

"The world today is sitting on the threshold of multiple dynamically interrelated tipping points and the decisions that are made today will define the shape of our society in every generation to come," said Steve. "TYMLEZ provides the technological ecosystems and accountability that enterprises, governments, NGOs and individuals need today. TYMLEZ's blockchain-ready platform provides the scalable, enterprise-grade technology that is essential to efficiently manage this nexus and enables a scalable mechanism to provide accountability throughout entire ecosystems of decision makers."

Steve's research is directly applicable to the optimal design of blockchain-based trading systems such as TYMLEZ's. By leveraging his optimal market design research, TYMLEZ will be able to enable buyers and sellers to come together in a more efficient way while simultaneously decreasing execution costs for market participants that trade on its platform. This will enable our enterprise partners to decrease transaction costs, as well as the costs of settlement middlemen, provide them greater scope to focus on their core strengths and better serve their customers without having to rebuild their products or systems to do so.

Steve commented: "In the coming years, TYMLEZ's technology is going to be the vital catalyst that facilitates the way in which the world changes for the better. Being able to help facilitate the adoption of this type of technology is an honour and I am delighted to be joining TYMLEZ as CTO to be on the front line."

About Steve's research

Steve's PhD research: "A Market Microstructure Theory of Relativity: Towards a Theory of Everything for Financial Markets", put forward an innovative, empirically validated, theoretical framework on which market outcomes can be quantitatively engineered and integrated into real-world trading technologies.

Authorised by the Board of Directors

– ENDS –

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For further information:
Mr Justyn Stedwell
Company Secretary
+61 3 8395 5446

TYMLEZ GROUP LIMITED
ACN 622 817 421
Suite 1.03, 2 Queen St Melbourne VIC 3000
03 8395 5446

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ABOUT TYMLEZ

Blockchain designed for business. TYMLEZ provides a highly scalable, multi-tenant, enterprise-grade smart contract blockchain platform which can be deployed in minutes and / or implemented via partners within an enterprise or across a consortium. We bring commercial grade blockchain technology to the enterprise. We do this by delivering a scalable platform which enables accelerated development, management, and deployment of enterprise blockchain applications.

Appendix 4C

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

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Name of entity	
Tymlez Group Limited	
ABN	**Quarter ended ("current quarter")**
37 622 817 421	30 September 2020

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (9 months) $A'000**
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	59	155
1.2	Payments for		
	(a) research and development	-	-
	(b) product manufacturing and operating costs	-	-
	(c) advertising and marketing	(50)	(117)
	(d) leased assets	(20)	(65)
	(e) staff costs	(520)	(1,701)
	(f) administration and corporate costs	(219)	(411)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	-	-
1.5	Interest and other costs of finance paid	(4)	(13)
1.6	Income taxes paid	(8)	58
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	-	-
1.9	**Net cash from / (used in) operating activities**	**(762)**	**(2,094)**

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

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Consolidated statement of cash flows		Current quarter $A'000	Year to date (9 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)	2,802	2,911
3.2	Proceeds from issue of convertible debt securities	-	813
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(163)	(196)
3.5	Proceeds from borrowings	619	619
3.6	Repayment of borrowings	(50)	(185)
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**	**3,208**	**3,962**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	130	714
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(762)	(2,094)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-

Consolidated statement of cash flows		Current quarter $A'000	Year to date (9 months) $A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	3,208	3,962
4.5	Effect of movement in exchange rates on cash held	(4)	(10)
4.6	**Cash and cash equivalents at end of period**	**2,572**	**2,572**

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	2,572	2,572
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)**	**2,572**	**2,572**

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 *	139
6.2	Aggregate amount of payments to related parties and their associates included in item 2	NIL

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

* Amount included in 6.1 above relates to remuneration (inclusive of share based payments) paid to directors

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7.	**Financing facilities** *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.*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
7.1	Loan facilities	NIL	NIL
7.2	Credit standby arrangements	NIL	NIL
7.3	Other (please specify)	619	619
7.4	**Total financing facilities**	**619**	**619**

7.5	**Unused financing facilities available at quarter end**	-

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.

In July 2020, the Company was granted a EURO 375k COVID-19 loan from the Dutch government.

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (Item 1.9)	(762)
8.2	Cash and cash equivalents at quarter end (Item 4.6)	2,572
8.3	Unused finance facilities available at quarter end (Item 7.5)	-
8.4	Total available funding (Item 8.2 + Item 8.3)	2,572
8.5	**Estimated quarters of funding available (Item 8.4 divided by Item 8.1)**	(3.38)

8.6 If Item 8.5 is less than 2 quarters, please provide answers to the following questions:

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 as item 8.5 is more than 2 quarters

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 as item 8.5 is more than 2 quarters

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 as item 8.5 is more than 2 quarters

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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.

Authorised by the Board of Directors 30 October 2020

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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