

Appendix 4C

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

Name of entity

Beam Communications Holdings Limited

ABN

39 010 568 804

Quarter ended ("current quarter")

31 December 2020

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	4866	9015
1.2 Payments for		
(a) research and development		
(b) product manufacturing and operating costs	(3685)	(7064)
(c) advertising and marketing		
(d) leased assets		
(e) staff costs	(1109)	(1984)
(f) administration and corporate costs		
1.3 Dividends received (see note 3)		
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	(23)	(60)
1.6 Income taxes paid	-	(3)
1.7 Gov grants and tax incentives - Covid19	97	449
1.8 Other (provide details if material) -Rent/GST	(86)	(141)
1.9 Net cash from / (used in) operating activities	60	212
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities		
(b) businesses		
(c) property, plant and equipment	(9)	(9)
(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 – product dev capitalised	(623)	(1189)
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 (providedetails if material)-R&D grant	-	-
2.6	Net cash from / (used in) investing activities	(632)	(1198)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	5318	5318
3.2	Proceeds from issue of convertible debt securities		
3.3	Proceeds from exercise of options	177	177
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(358)	(358)
3.5	Proceeds from borrowings – NAB Support Loan (Covid-19)	-	500
3.6	Repayment of borrowings	(1091)	(1091)
3.7	Transaction costs related to loans and borrowings		
3.8	Dividends paid		
3.9	Other (provide details if material) – JV net funding	-	-
3.10	Net cash from / (used in) financing activities	4046	4546

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	960	874
4.2	Net cash from / (used in) operating activities (item 1.9 above)	60	212
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(632)	(1198)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	4046	4546
4.5	Effect of movement in exchange rates on cash held		
4.6	Cash and cash equivalents at end of period	4434	4434

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	4434	960
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)	4434	960

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 – including repayment of loan \$950k	1814
6.2	Aggregate amount of payments to related parties and their associates included in item 2	
<i>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.</i>		

Payments for subcontract manufactured products and related activities on an arm's length basis.

7.	Financing facilities <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>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	720	-
7.2	Credit standby arrangements		
7.3	Other(pleasespecify) –Secured Term Loan	500	500
7.4	Total financing facilities	1220	500
7.5	Unused financing facilities available at quarter end		720
7.6	<p>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> <p>AUD overdraft \$300,000 and USD overdraft US\$320,000 (=A\$420,000) with National Australia Bank secured by fixed & floating charge. The secured term loan facility from shareholder SGV1 Holdings Limited of US\$2,000,000 (=A\$2,820,000) which had been drawn to US\$666,000 (=A\$950,000) was repaid in full and the facility cancelled on 28 October 2020.</p> <p>On 1 July the NAB granted Beam a 3 year low interest term loan of \$500,000 part secured by the Australian government under their Covid19 relief program.</p> <p>On 19 October 2020 the Company completed capital raising arrangements for a total of \$5.3m, receiving cash from the first tranche placement of \$3.3m on that day. A further \$2.0m was received by early December following shareholder approval for tranche two on 30 November 2020.</p>		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	60
8.2	Cash and cash equivalents at quarter end (item 4.6)	4434
8.3	Unused finance facilities available at quarter end (item 7.5) –	720
8.4	Total available funding (item 8.2 + item 8.3)	5154
8.5	Estimated quarters of funding available (item 8.4 divided by item 8.1)	N/A
	<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:	

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:

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:

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.

Date:28 January 2021.....

Authorised by:By the Board.....
(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.