

Announcement to ASX ASX Code: HTG

April 16th, 2024

ACTIVITY REPORT – MARCH QUARTER 2024

KEY FINANCIAL HIGHLIGHTS DURING THE QUARTER

- The Group recorded revenue of \$745k in the March quarter (an increase of 43.2% on the previous quarter and 14.1% higher than the corresponding quarter of the prior year).
- Sales momentum continues to grow across various regional markets and industry sectors.
 Interest continues to build ahead of the commercial release of our innovative video-streaming solution AVRLive™ Cloud, which is currently being trialled by several beta partners.
- At March 31, 2024, the Company held \$749k cash at bank.

April 16th, **2024**: Harvest Technology Group Limited (ASX:HTG) (**Company**, **Harvest**, **Group**) is pleased to provide its quarterly Activity Report and Appendix 4C for the March 2024 quarter.

OPERATIONS

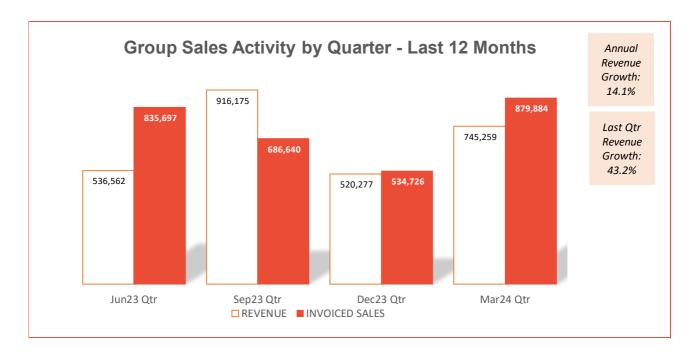
Key operational highlights for the Q3 FY2024 quarter include:

- New Executive Director (Mr Ilario Faenza) commenced with substantial industry and public company experience.
- Empowerment of the executive team has materially increased customer and partner activity.
- AVRLive™ Cloud pilot deployments conducted successfully through the March quarter with four beta partners.
- Receipt of two orders from a significant Five-Eyes defence customer valued at \$380k, with the expectation of further orders in the coming months.
- Together with our global defence partners we are seeing a strong pipeline of future projects across several markets, for which our existing technology is perfectly suited. Harvest's technology has been promoted as the preferred solution in recent tenders for intelligence, surveillance and reconnaissance applications.
- Further orders for additional systems have been received from Ocean Infinity for their growing Armada vessel fleet.



- Renewal of annual software licence for Technip FMC, a global leader in energy projects, providing services across subsea and surface projects.
- Receipt of initial orders from two new UK-based offshore services companies servicing the oil & gas, renewables and telecommunications industries.
- Completion of a successful remote class survey in the UK which utilised Harvest's unique Nodestream™ technology on the customer's vessels.
- Major update to mobile and windows applications including user interface and onboarding improvements.
- Point-to-point server architecture updates successfully completed.
- Significant milestones reached with Nvidia Orin GPU Integration.
- Nodestream[™] branding rationalisation commenced.

SALES ACTIVITY



Supporting information:

- Revenue may only be recognised when purchased goods and services are physically delivered or transferred to a customer. This is in accordance with AASB15 Revenue from Contracts with Customers.
- Invoiced sales represent the value of purchase orders received from customers and invoiced during the reporting period (i.e. during the quarter).

Announcement to ASX ASX Code: HTG

CASH RESOURCES

The Company reported a cash balance of \$749k on March 31, 2024. The overall net cash inflow for the quarter was \$115k.

Significant cash movements during the quarter included:

- Receipt of an R&D tax incentive refund of \$1.67m in respect of the 2023 financial year. These funds
 were applied in January 2024 for full repayment of the Radium Capital R&D loan advance of \$1.0m
 secured against the RDTI rebate (refer ASX announcement dated January 19, 2024), leaving the
 Company with net cash of \$0.67m from the RDTI rebate to fund working capital requirements.
- Receipt of \$1.59m (\$1.48m after costs) via a placement of shares to a range of sophisticated investors (refer ASX announcement dated January 31, 2024).
- Repayment in March of a \$250k short-term loan provided by the former Group CEO.

Please refer to the Appendix 4C Filing for further details on the results for the quarter.

ITEM 6.1

The following table provides a breakdown of the amount disclosed in Item 6.1 of the Appendix 4C for the March 2024 quarter.

Category	Amount
Directors' fees and allowances	\$96.061
(inclusive of CEO, who is also an Executive Director)	ֆ90,00 I

Note: Unless otherwise specified, references to \$ amounts within this report are in Australian Dollars (AUD).

- End -

This announcement was authorised for release by the Board of Directors.

Corporate & media enquiries, please contact:

Email: investor@harvest-tech.com.au

Investor enquiries, please contact:

Mr. Jack Rosagro Company Secretary Tel: + 61 8 9482 0511

Email: investor@harvest-tech.com.au



Announcement to ASX

ASX Code: HTG

Investor Hub

Join the Company's investor hub to access the latest information: https://investorhub.harvest.technology/auth/signup

About Harvest Technology Group

Harvest Technology Group Limited (ASX: HTG) is a global leader in network optimised remote operations that deliver real-time remote control, communication, automation, and monitoring capabilities. Headquartered in Perth, Australia, the group of companies is revolutionising remote field services with ultra-low bandwidth Network Optimised Livestreaming solutions that enable customers to stay connected to operations and personnel anywhere in the world while utilising just a fraction of existing bandwidth resources.

To learn more please visit: https://harvest.technology/

If you would like to receive the HTG Insights Newsletter for future updates, please visit our website and subscribe at the bottom of the page.

Forward Looking Statements

Statements contained in this release, particularly those regarding possible or assumed future performance, revenue, costs, dividends, production levels or rates, prices, or potential growth of Harvest Technology Group Limited, are, or may be, forward looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Actual results and developments may differ materially from those expressed or implied by these forward-looking statements depending on a variety of factors.

Appendix 4C

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

Name of entity

Harvest Techno	ology Group Limited	
L		

ABN Quarter ended ("current quarter")

77 149 970 445 31 March 2024

Con	solidated 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	744	2,176
1.2	Payments for		
	(a) research and development	(831)	(2,769)
	(b) product manufacturing and operating costs	(93)	(433)
	(c) sales, advertising and marketing	(91)	(395)
	(d) leased assets	-	-
	(e) staff costs (all non-R&D staff)	(756)	(2,372)
	(f) administration and corporate costs	(542)	(1,174)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	3	22
1.5	Interest and other costs of finance paid	(150)	(335)
1.6	Income taxes paid	(1)	(1)
1.7	Government grants and tax incentives	1,670	1,670
1.8	Other (provide details if material)	-	-
1.9	Net cash from / (used in) operating activities	(47)	(3,611)

2.	Cas	sh flows from investing activities		
2.1	Pay	ments to acquire or for:		
	(g)	entities	-	
	(h)	businesses	-	
	(i)	property, plant and equipment	(6)	
	(j)	investments	-	
	(k)	intellectual property	-	
	(I)	other non-current assets	-	

ASX Listing Rules Appendix 4C (17/07/20)

Page 1

Con	solidated 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 (Repayment from a director)	-	100
2.6	Net cash from / (used in) investing activities	(6)	73

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	1,583	3,939
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(107)	(269)
3.5	Proceeds from borrowings	-	1,209
3.6	Repayment of borrowings	(1,311)	(1,587)
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	165	3,292

4.	Net decrease in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	634	994
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(47)	(3,611)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(6)	73

Con	solidated 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)	165	3,292
4.5	Effect of movement in exchange rates on cash held	3	1
4.6	Cash and cash equivalents at end of period	749	749

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	749	634
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)	749	634

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	96
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
	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.	

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	-	-
7.2	Credit standby arrangements	-	-
7.3	Other	-	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at qu	arter 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.		itional financing

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash used in operating activities (item 1.9)	(47)
8.2	Cash and cash equivalents at quarter end (item 4.6)	749
8.3	Unused finance facilities available at quarter end (item 7.5)	-
8.4	Total available funding (item 8.2 + item 8.3)	749
8.5	Estimated quarters of funding available (item 8.4 divided by item 8.1)	15.94
	Note: if the entity has reported positive net operating cash flows in item 1.9, answer item	85 as "N/A" Otherwise a

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.

- 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

- 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:	16 April 2024
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".
- 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.