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ASX Announcement – 31 July 2024

4Q24 QUARTERLY ACTIVITIES REPORT & APPENDIX 4C

Quarter Highlights

NSX Limited:

- ▶ New CEO, Max Cunningham, takes the reins at NSX.
- ▶ Voluntary suspension lifted after a minor irregularity identified on shares issued as part of the shortfall placement. Related shares issued to ISX Financial EU Plc (ISXFEU) to be cancelled.
- ▶ Two convertible notes totaling \$2.7m signed with ISXFEU to guarantee funding while shareholder approval is sought to convert the notes into equity.

National Stock Exchange of Australia:

- ▶ GO-Dx Corporation listed 16 July 2024
- ▶ A second new listing is on track to list in August.
- ▶ New brand launched, positioning NSX to be Australia's leading exchange for micro and small caps.

Sydney, NSW – NSX Limited (ASX:NSX), (“the Company”), is pleased to provide its Activities Report and ASX Appendix 4C Cashflow Statement for the period ended 30 June 2024 (4Q24).

Group Cash Flow Activities Report

- ▶ Cash at the end of the quarter was \$2.428m (with \$0.212m restricted).
- ▶ During the quarter \$162k in cash receipts were received from customers.
- ▶ The shortfall capital raise during the period resulted in a total of \$1.537m in cash receipts via the issuance of 61,484,159 shares at an issue price of 2.5c, before costs of capital raise of \$78k.
- ▶ Cash payments for administration and corporate costs for the quarter were \$498k, a decrease of \$249k when compared with December quarter (\$747k). The decrease from the prior quarter was primarily due to ASIC Levy Fees paid in the prior quarter of \$350k, offset by \$98k paid to Authenticate Pty Ltd providing IT Enterprise Services via proceeds from the capital raising.
- ▶ Cash payments to staff and the Board (staff costs) for the period were \$389k, which is a decrease of \$13k when compared with March quarter (\$402k). This is primarily due to the departure of a staff member in March 2024.

Quarterly Business Activities Report

NSX Limited Corporate Activities

Appointment of CEO and MD

- ▶ On 3 June Max Cunningham joined the Company. His main focus is to be active in the market working with nominated advisers and brokers with a focus on attracting new participants.
- ▶ New CEO is also undertaking a strategic review including full scope of current technology support and improving services for participants.
- ▶ The pipeline for new listings remains positive with a new listing on target for August and several more in the application phase.

Related party payments

- ▶ Related party payments totaled \$237k, which includes Directors' fees paid in the quarter of \$121k and payments to Authenticate Pty Ltd of \$116k for IT Enterprise Support Services.

Breach of ASX Listing Rule 10.11.

- ▶ As announced on the 23 July, the Company is working through the rectification plan for the breach. Shareholders should refer to that announcement for further detail.
- ▶ Application is in progress to the Court to approve, under section 1325A of the Corporations Act and as per the Company's constitution, to cancel the shares. A hearing has been scheduled by the Court at 2 pm Friday 2 August 202 noting that the Court may at, its discretion, change a hearing date.
- ▶ Then, once the Court has approved the cancellation, the Company will release the requisite announcement to ASX and subsequently the Company will seek shareholder approval at its AGM to have the outstanding convertible notes extinguished by the issue of shares which will preserve the cash position of the Company.

National Stock Exchange of Australia Activities

- ▶ The activities of the Company's wholly owned subsidiary, National Stock Exchange of Australia ("NSXA"), involved business as usual processing of new admission suitability for listing applications and market operations.
- ▶ NSXA Listing Committee approved an application which began quoting in July and has approved an additional application that will begin quotation in August.
- ▶ NSXA continues to engage with ASIC regarding the changes to the rules for Market Integrity rules requirements.

KSA Mining and Minerals Exchange Activities

- ▶ Due to ongoing conditions in the Middle East and regulatory priorities this project persist. The Company has been advised that the Saudi Government is continuing its review of regulations and commercial terms for a new exchange. The Company will continue to review the viability of this initiative.

ClearPay Joint Venture Activities

- ▶ The Company advises that it will seek to divest its 41% shareholding holding in the ClearPay JV to ISX Financial EU (“ISXFEU”) as per the shareholder agreement.
- ▶ Resolutions will be put to Shareholders at the AGM scheduled to be held on 21 November 2024 to seek approval, amongst other things, to allow ISXFEU to purchase the Company’s investment in ClearPay.
- ▶ These resolutions will be in accordance with ASX Listings Rule 10.1 and the Corporations Act for the disposal of assets.

Authorised by the Board of Directors

Appendix 4C

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

Name of entity

NSX Limited

ABN

33 089 447 058

Quarter ended ("current quarter")

30 June 2024

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	162	1,399
1.2 Payments for		
(a) research and development	-	-
(b) product manufacturing and operating costs	-	-
(c) advertising and marketing	(35)	(123)
(d) leased assets	(156)	(602)
(e) staff costs	(389)	(1,591)
(f) administration and corporate costs	(498)	(2,322)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	8	20
1.5 Interest and other costs of finance paid	(17)	(91)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(925)	(3,310)
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-
(e) intellectual property	-	-

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
(f) other non-current assets	-	-
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)	1,537	2,813
3.2 Proceeds from issue of convertible debt securities	-	1,000
3.3 Proceeds from exercise of options	-	-
3.4 Transaction costs related to issues of equity securities or convertible debt securities	(78)	(149)
3.5 Proceeds from borrowings	-	-
3.6 Repayment of borrowings	(140)	(352)
3.7 Transaction costs related to loans and borrowings	-	-
3.8 Dividends paid	-	-
3.9 Other	-	-
3.10 Net cash from / (used in) financing activities	1,319	3,312

4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	2,034	2,426
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(925)	(3,310)

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

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,319	3,312
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	2,428	2,428

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	1,551	1,160
5.2	Call deposits	665	662
5.3	Bank overdrafts	-	-
5.4	Other	-	-
5.5	Other (see below)	212	212
5.6	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	2,428	2,034

Item 5: Other disclosures required by AASB 107: Cash available for use by the Group.**Reconciliation of funding arrangements to support business operations**

	Current quarter \$A'000	Previous quarter \$A'000
5.7 Total cash at end of quarter (item 4.6)	2,428	2,034
5.8 Cash Deposits held for Equity Markets Compensation Arrangements.	(212)	(212)
5.9 Total: cash on hand and at bank (items 5.1, 5.2, 5.3 and 5.4)	2,216	1,822

Item 5.8 - Exchange Compensation Arrangements

As part of the National Stock Exchange of Australia Limited's Australian Financial Markets License, NSX operates investor Compensation Arrangements in accordance with Part 7.5 Division 3 of the Corporations Act 2001. The minimum cover required by the License is \$800,000. The sources for the cover is a Fidelity Fund and also a Letter of Credit as allowed by the Act. The Fidelity Fund currently has over \$619,000 on deposit. To support the Letter of Credit the National Stock Exchange of Australia Limited has provided a cash deposit of \$212,000. There is currently excess funds to the cover required in the compensation arrangements. The cash balances for the Fidelity Fund are not consolidated with

NSX accounts above. Therefore, \$212,000 is not available cash for use by the NSX Group as working capital. Interest earned from the cash deposits is available for working capital purposes.

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	237
6.2 Aggregate amount of payments to related parties and their associates included in item 2	-

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	-	-
7.2 Credit standby arrangements	-	-
7.3 Other	-	-
7.4 Total financing facilities	-	-
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.		
N/A		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(925)
8.2 Cash and cash equivalents at quarter end (item 5.9)	2,216
8.3 Unused finance facilities available at quarter end (item 7.5)	-
8.4 Total available funding (item 8.2 + item 8.3)	2,216
8.5 Estimated quarters of funding available (item 8.4 divided by item 8.1)	2.40
<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>	
<i>Note: item 8.2 refers to item 5.9 instead of item 4.6 as item 5.9 excludes cash deposits that are held for the Compensation Arrangements (\$212k).</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: N/A	

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: N/A

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: N/A

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: 31 July 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".
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.