

QUARTERLY REPORT & APPENDIX 4C

Highlights:

- *Achieved sales revenue of A\$215,995 for Q1 FY21*
- *Successfully raised A\$10m and commenced trading on the ASX*
- *IPO funding being directed towards revenue growth initiatives*
- *Successfully commissioned Hybrid Wire Arc printer (H-WAAM), opening further opportunities with energy, maritime and defence clients to print large metal parts faster, cheaper, and more flexibly*
- *Encouraging progress made towards opening Singapore Port & Houston facilities*
- *Foundation being laid for important commercial and development milestones expected this quarter*

30th April 2021: 3D Metalforge (ASX: 3MF) ("3D Metalforge" or the "Company"), a revenue generating Additive Manufacturing company, is pleased to release its Appendix 4C cash flow statement for the quarter ending 31 March 2021.

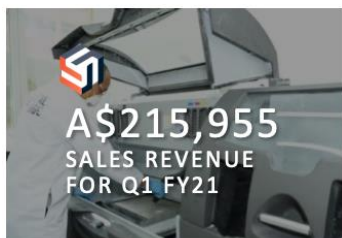
Financial Performance

3D Metalforge saw positive consolidated sales revenue growth during the quarter, achieving A\$215,995¹ for Q1 FY21. This represents a 4% increase (a 22% increase in Singapore constant currency terms) over the previous year sales for the corresponding period. This result is encouraging and illustrates the consistent demand from our growing and multi-national blue-chip client base for 3D Metalforge's full range of additive manufacturing services.

Importantly, this revenue was achieved with limited capital and restricted business development activities until the Company's Initial Public Offering (IPO) early March 2021. The Company's cash position at 31 March 2021 was approximately A\$8.011 million and now provides a robust commercial foundation for the business to scale revenue moving forward.

¹ The Company was incorporated on 1 October 2020 as a holding company to complete the acquisition of 3D Infra Pte Ltd ("3D Infra") and 100% of its issued capital. On 18 November 2020, 3D Metalforge and 3D Infra entered into an implementation agreement to complete the acquisition. The acquisition was completed on 17 February 2021. On 25 February 2021, 3D Metalforge was admitted to the ASX. The cash receipts reported in the Appendix 4C reflect total cash receipts received since acquisition of approximately A\$90k.

3D Metalforge's Managing Director, Matthew Waterhouse, said; "We are pleased with these results as the company achieved year on year quarterly revenue growth. The IPO funding will unlock multiple opportunities and perfectly positions the business to exploit the fast-growing Additive Manufacturing sector.



Note: 22% year on year growth is based on Singapore constant currency basis

Successful listing on the ASX

On 2 March 2021, 3D Metalforge commenced trading on the Australian Securities Exchange (ASX) following a well-supported IPO.

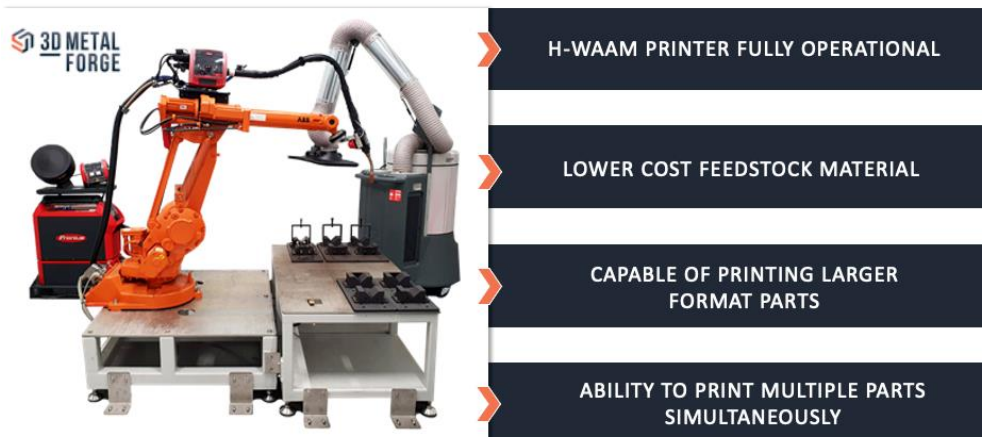
The Company raised A\$10 million before costs with strong support received from institutional, high net-worth and sophisticated investors. A total of 50,000,000 fully paid ordinary shares at \$0.20 per share were issued under the IPO and the Company listed with an initial market capitalisation of A\$38 million.

Funds from the IPO have already been directed towards revenue growth-initiatives, which include increasing production capacity at the Company's Singapore facility, opening a new production centre in Houston, USA and upgrading its Perth office to pursue opportunities in the Australian energy, resources, industrial and defence sectors.

3D Metalforge's Managing Director, Matthew Waterhouse, said; "The listing has provided the company with a healthy capital base to execute our expansion plans and we are incredibly grateful for the continued support of our shareholders. Our revenue growth initiatives are now well underway and we look forward to achieving a number of commercial milestones over 2021 that will scale and transform the business."

Expansion of manufacturing

During the quarter, significant progress was made towards expanding 3D Metalforge's larger format printing capabilities, which lead to the successful testing and commissioning of our Hybrid Wire Arc printer (H-WAAM) in early April. H-WAAM is capable of faster, larger format metal printing with a production envelope up to 1.5m; well suited for larger oil & gas, maritime and defence parts.



3D Metalforge's partnership with PSA has made encouraging progress over the last few months, as work continued towards commissioning 3D Metalforge's production facility located within the Port of Singapore. PSA is the Singaporean flagship of PSA International, the world's largest port operator with 50 ports in 26 countries.

The facility will allow 3D Metalforge to target existing high-demand industrial parts and produce them faster, cheaper and with less environmental impact than conventional manufacturing. Being located within the Port also allows the Company to increase the speed at which it can deliver parts to clients and reduce transport distances and hence costs.



Work also advanced towards opening a new production centre in Houston, USA to gain further exposure to multi-national companies based in the US market. A number of staff have been hired to develop opportunities within the US market and the company is actively sourcing a suitable production facility.



Outlook

3D Metalforge's core focus for this quarter is to ensure efforts remain on initiatives which assist in sustained future revenue growth, along with advancing progress towards converting potential opportunities in the Company's sales pipeline. Q2 and Q3 CY21 will also see the Company work towards achieving a number of important commercial milestones expected this quarter which are important in underpinning market penetration and revenue growth, these include:



SECURE BUSINESS DEVELOPMENT
MANAGER FOR PERTH OFFICE



COMMISSION PSA FACILITY



OPEN HOUSTON FACILITY WITH
THE FIRST PRINTER DELIVERED



BEING RECERTIFIED AS
ISO 9001 COMPLIANT

Use of Funds

3D Metalforge was admitted to the official list of the ASX on 25 February 2021 following completion of an IPO raising \$10m. The March 2021 quarter is included in a period covered by a use of funds statement in the IPO prospectus lodged with ASX under Listing rule 1.1 condition 3.

A comparison of the Company's actual expenditure since admission to 31 March 2021 against the estimated expenditure in the use of funds statement is set out below as required by ASX Listing Rule 4.7C.2.

Description	Prospectus \$	Actual to Date (25 February 2021 – 31 March 2021) \$
Equipment	1,500,000	5,146
International expansion	4,000,000	28,655
Research and Development	500,000	57,103
Loan repayment	1,000,000	158,707
General administration and working capital	3,074,672	671,006
Expenses of the Public Offer	997,621	983,995
Total	11,072,293	1,904,612

The Company notes:

1. That since admission, for the period between 25 February 2021 to 31 March 2021, the Company has received total cash receipts from customers of approximately A\$57.8k, which is included within the total cash receipts from customers of approximately A\$90k² in Appendix 4C.
2. That since admission, for the period between 25 February 2021 to 31 March 2021, the Company has received total government grants and tax incentives of approximately A\$68k.
3. That since admission and in addition to the table above, the Company has spent approximately A\$236k in relation to manufacturing and production costs.

Related Party Transactions

Payments in the March quarter to related parties of approximately \$31k included at item 6 in the attached Appendix 4C comprised of director fee and salary payments.

- ENDS -

² The Company achieved sales revenue of A\$215,995 for the quarter ended 31 March 2021.

This announcement has been approved for release by the Managing Director of 3D Metalforge Limited.

For more information please contact:

Company enquiries

Matthew Waterhouse

Managing Director

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ABOUT 3D METALFORGE

3D Metalforge (ASX: 3MF) is a leading Additive Manufacturing (AM) company that supports a growing and multi-national blue-chip client base with their 3D metal printing requirements. The Company offers a full range of in-house metal printing and additive services from design and engineering, material advisory, diagnostics and testing to printing and post production. Its proprietary novel processes and technology produces faster, cheaper and better AM parts and eco-system services.

Appendix 4C

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

Name of entity

3D Metalforge Limited

ABN

53 644 780 281

Quarter ended ("current quarter")¹

31 March 2021

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers ²	90	90
1.2 Payments for		
(a) research and development	(57)	(57)
(b) product manufacturing and operating costs	(239)	(239)
(c) advertising and marketing	-	-
(d) leased assets	(138)	(138)
(e) staff costs	(274)	(274)
(f) administration and corporate costs	(344)	(344)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	(13)	(13)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	68	68
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(907)	(907)

¹ On 18 November 2020, 3D Metalforge Limited ("3D Metalforge") and 3D Infra Pte Ltd ("3D Infra") entered into an implementation agreement to complete the acquisition of 3D Infra. The acquisition was completed on 17 February 2021. The cash flows movements represent the continuation 3D Metalforge from 1 January 2021 and 3D Infra as the accounting from 17 February 2021.

² The Company achieved sales revenue of A\$215,995 for the quarter ended 31 March 2021.

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) businesses	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) intellectual property	-	-
	(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)	10,001	10,001
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	(989)	(989)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	(160)	(160)
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	8,852	8,852

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 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	66	66
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(907)	(907)
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)	8,852	8,852
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	8,011	8,011

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	8,011	66
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)	8,011	66

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	31
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<p><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></p> <p>Payments made to Directors for Director fee and salary</p>		

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	2,343	2,343
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 Total financing facilities	2,343	2,343

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 accordance with the Company's Prospectus dated 21 December 2020, details are as follows:

Description	Lender	Outstanding Facility S\$'000	Interest Rate	Maturity Date	Secured/Unsecured
Temp Bridging Loan	DBS Bank	S\$400	2.5%	24 Apr 25	Joint and several personal guarantee by Matthew Waterhouse and Khoo Hwi Min
Working Capital Loan	DBS Bank	S\$58	7.00%	13 May 23	
Working Capital Loan	DBS Bank	S\$76	7.00%	21 Nov 24	
Working Capital Loan	DBS Bank	S\$14	6.75%	28 Dec 21	
Term Loan	Matthew Waterhouse	S\$189	8.00%	1 Jun 23	Unsecured
Term Loan	Khoo Hwi Min	S\$890	8.00%	S\$250k by 1 Mar 22 \$110k between 1 Mar 22 and 1 Mar 23 Balance by 1 Jun 23	Unsecured

Description	Lender	Outstanding Facility S\$'000	Interest Rate	Maturity Date	Secured/Unsecured
Term Loan	Hee Chee Wei	S\$203	8.00%	2 Aug 23	Joint and several personal guarantee by Matthew Waterhouse and Ho Kuen Loon
Term Loan	Mario Babin	S\$232	8.00%	1 Apr 22	
Term Loan	Lim Siang Yong	S\$237	8.00%	S\$100k by 6 Oct 21 S\$137k by 6 Apr 22	
Term Loan	Right Angle Ventures Group Pte Ltd	S\$101	Nil	1 Mar 23	Unsecured
	Total	S\$2,400 #(A\$2,343)			

based on Reserve Bank of Australia Exchange rate of A\$1.00=S\$1.0245 (31 March 2021)

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(907)
8.2	Cash and cash equivalents at quarter end (item 4.6)	8,011
8.3	Unused finance facilities available at quarter end (item 7.5)	-
8.4	Total available funding (item 8.2 + item 8.3)	8,011
8.5	Estimated quarters of funding available (item 8.4 divided by item 8.1)	8.83
<p><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></p>		
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?	
	<div>Answer: N/A</div>	
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?	
	<div>Answer: N/A</div>	
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?	
	<div>Answer: N/A</div>	
<p><i>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.</i></p>		

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: 30 April 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.