

Suite 1.03, Level 1
46A Macleay St
Potts Point NSW 2011
Australia
Ph: +61 2 8005 4109
Fax: +61 2 9252 8960

31 October 2018

Company Announcements Office
Australian Securities Exchange Limited
20 Bridge Street, Sydney
NSW 2000

Dear Sirs,

Appendix 4C – Quarter Ended 30 September 2018

In this letter are –

- Attachment 1 – Executive Chairman's Commentary
- Attachment 2 - Unaudited Comprehensive Income Statement for the 9 months to 30 September 2018
- Attachment 3 – Unaudited Balance Sheet at 30 September 2018
- Attachment 4 – Unaudited Cash Flow Statement for the 9 months to 30 September 2018
- Attachment 5 – Appendix 4C cash flow report for the quarter ended 30 September 2018

Attachments 1 to 4 are presented in the formats that appear in the Company's half year and annual reports and prepared on a basis consistent with the requirements of accounting standards.

Attachment 5 is presented in the format required by Paragraph 4.7B of Chapter 4 of the ASX listing rules.

Rounding Errors

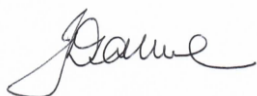
The tables in this report may indicate apparent errors to the extent of one unit (being \$1,000) in:

- the addition of items comprising total and sub totals; and
- the comparative balances of items from the financial accounts.

Such differences arise from the process of:

- converting foreign currency amounts to two decimal places in AUD; and
- subsequent rounding of the AUD amounts to one thousand dollars.

Yours sincerely



John Talbot
Company Secretary

Attachment 1

Executive Chairman's Commentary Magontec Limited (ASX: MGL) Quarterly Update for the 9 months to 30 September 2018 (Unaudited)

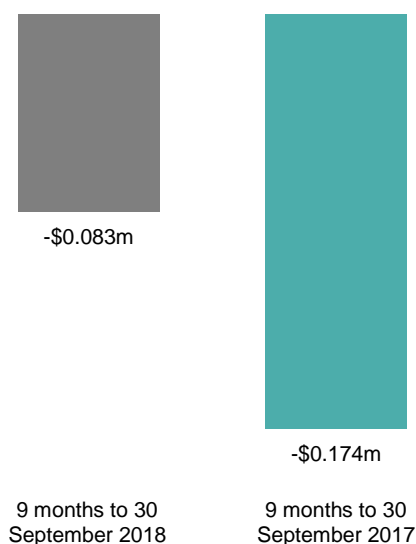
- Magontec Qinghai produced over 1,100 mt in the third quarter
- Gross Profit + 10.1% on Previous Corresponding Period (PCP) to \$11.2m
- Primary Mg alloys business now largely transitioned from Shanxi to Qinghai
- Global anodes gross profit +24% on PCP in the 9 months to September 2018
- Depreciation + 62% on PCP, reflecting Magontec Qinghai start up

Headline numbers				
A\$	9 months to 30 Sep 2018	9 months to 30 Sep 2017	\$ chg	% chg
Underlying Operational Cashflow	\$2.319 m	\$1.960 m	\$0.359 m	18.3%
Gross Profit	\$11.247 m	\$10.219 m	\$1.208 m	10.1%
Gross Profit Margin (%)	11.7%	10.5%		
Underlying EBITDA*	\$2.741 m	\$2.311 m	\$0.430 m	18.6%
Underlying EBIT*	\$0.774 m	\$1.094 m	(\$0.320 m)	(29.2%)
Underlying NPAT*	(\$0.083 m)	(\$0.174 m)	\$0.091 m	(52.1%)
* Excludes unrealised FX effects of:	+\$0.205m	(\$0.825m)		

Cash generated from underlying
operating activities



Underlying NPAT*



ABOUT MAGONTEC

Magontec is a leading manufacturer of magnesium alloys and Cathodic Corrosion Protection (magnesium and electronic anode) products

Magontec:

- Buys and converts pure Mg into Mg alloy ingots for sale into global markets
- Acquires Mg alloy scrap from customers for recycling into Mg alloy ingots for re-sale
- Casts and extrudes Mg alloys into anodes for supply to the global water heater industry

Magontec is the only western Mg alloy producer with:

- Its own Chinese primary Mg alloy manufacturing base and Mg alloy recycling facilities in Europe and Asia
- A global sales and logistics capability
- A comprehensive portfolio of proprietary magnesium alloys and an active R&D program

Magontec is a pioneer in the field of magnesium alloys and anode products with experience in production and development of new alloy and anode applications

Magontec Qinghai, a recently completed 59,000mt per annum Mg alloy production facility commenced first production of Mg ingots in October 2017

At full production Magontec Qinghai will triple MGL's primary magnesium alloy production capacity

COMMENTARY

Magontec's underlying operating cash flow in the 9 months to 30 September 2018 was 18.3% higher than in the previous corresponding period (PCP) and the Group recorded Gross Profit of \$11.25m, up 10.1% on PCP. Excluding unrealised foreign exchange gains of \$0.205m, EBITDA for the 9 months to 30 September 2018 was \$2.74m, up 18.6% on PCP.

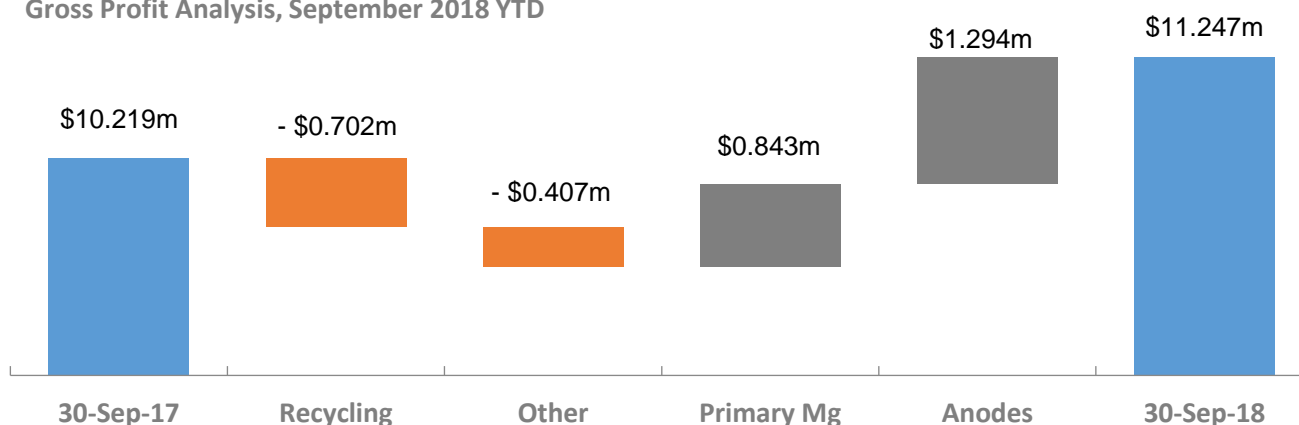
This improvement in profitability does not translate to the EBIT line, which fell 29% to \$0.774m from \$1.094m (excluding unrealised foreign exchange gains), due to a 62% rise in Depreciation. This increased from \$1.22m to \$1.97m, the result of full depreciation on start-up volumes at the new Magontec Qinghai facility.

Across the Magontec operating units;

- the global anodes business has enjoyed a period of volume growth and new market development
- the primary magnesium alloy business (based in China) has weathered the costs and dislocations of switching from an older facility to the new Magontec Qinghai facility
- the magnesium alloy recycling business, largely a European activity, has suffered from tighter markets and lower margins. These are expected to continue.

In Romania, where the Mg alloy recycling and Mg anode production units have suffered from severe labour shortages and high levels of employee turnover, there has been some greater stability in recent months.

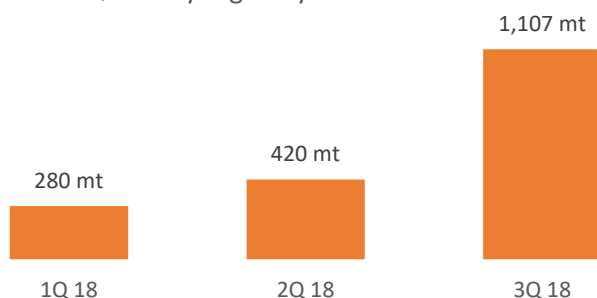
Gross Profit Analysis, September 2018 YTD



Magontec Qinghai Cast House Project

Production of magnesium alloys at the new Magontec Qinghai facility continues to grow month on month. However, the transfer of pure magnesium in liquid form from the Qinghai Salt Lake Magnesium electrolytic cell house to Magontec's Magnesium Alloy Cast House remains a bottleneck.

Magontec Qinghai Magnesium Alloy Cast House
Quarterly Mg Alloy Production - 2018



In the third quarter Magontec Qinghai produced 1,107 metric tonnes of magnesium alloys for sale to customers in China and around the world.

Much of this production, particularly sales to international markets, have been qualification loads. These allow customers to determine the chemical qualities of the new facility's product to the satisfaction of their own factories and their final customers.

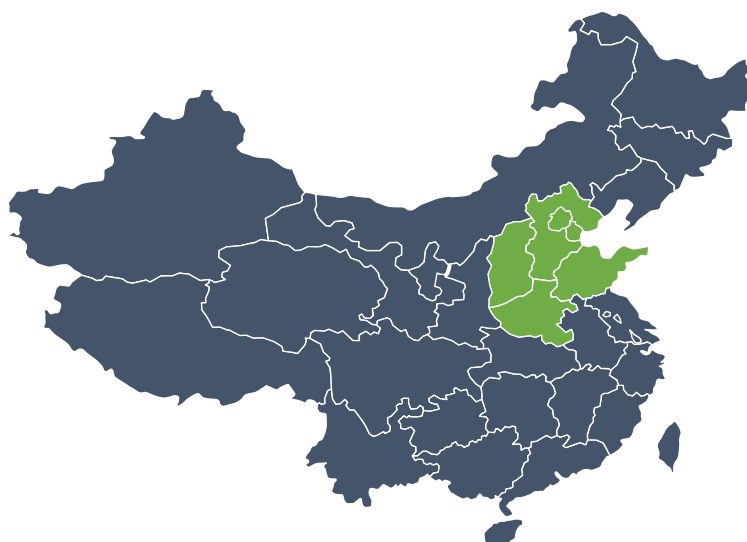
Magontec Qinghai magnesium alloy production is now qualified for the majority of

Chinese customers and is either in the process of qualification or has been qualified by customers in the major international markets of Europe, Canada and Mexico. In Japan we have built an inventory of product that will allow customers in that market to continue to use material from the Shanxi plant until the second quarter of 2019, by which time we expect the key Japanese customers to have fully qualified this new plant.

Magnesium alloy products

The third quarter of 2018 has been the final full quarter of activity at Magontec's Shanxi Province PRC primary magnesium alloy manufacturing plant. The opening of the new facility at Qinghai, with considerably increased capacity and much improved production and environmental metrics, has now rendered this older facility redundant.

Nonetheless, the Shanxi factory made a strong revenue and profit contribution in the three months to 30 September and through the first 9 months of 2018. By the end of October all activities will have ceased in Shanxi and this rented factory will be closed and dismantled by its owner.



Ministry of Environmental Protection in China to implement 'Special Air Pollutant Emission Limits' in "2+26" cities from 1 Oct. 2018.

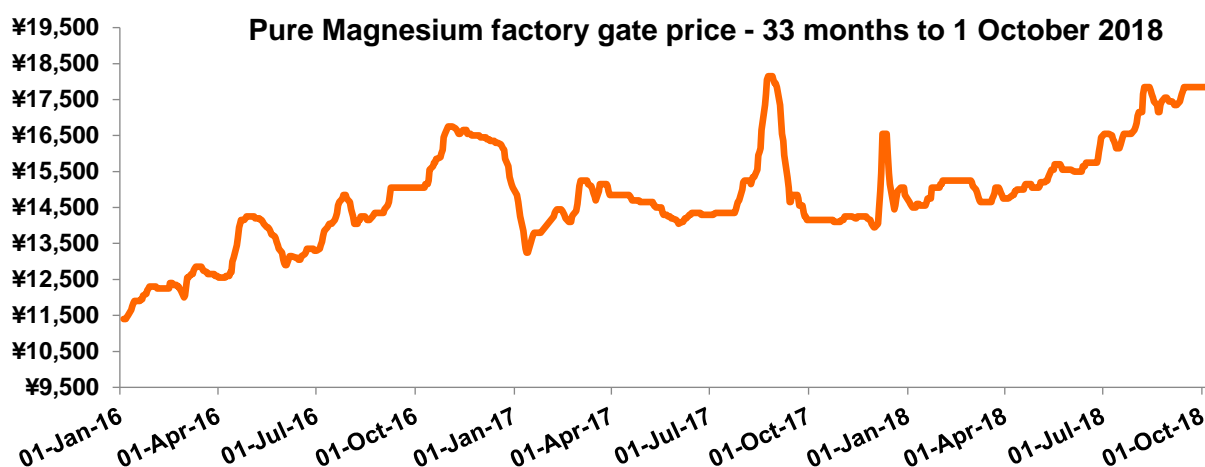
The areas marked in green on the adjacent map are now subject to the New Regulation Standards in the table below.

These restrictions are likely to be rolled out across the country in the coming months.

Production process and equipment		Concentration limit (mg/m3)								
		Current standard (GB 25468-2010)				New regulation standard (GB 25468-2010 Amendment)				
		particulate matter	SO ₂	Cl ₂	HCl	particulate matter	SO ₂	Cl ₂	HCl	nitrogen oxides (cal. as NO ₂)
Mining	crushing, sieving, transporting	50	-	-	-	10	-	-	-	-
Mg smelting	raw material preparation	50	-	-	-	10	-	-	-	-
	calcination kiln	150	400	-	-	10	100	-	-	100
	reduction furnace	50	400	-	-	10	100	-	-	100
	refining furnace	50	400	-	-	10	100	-	-	100
	others	50	400	-	-	10	100	-	-	100

This points to a trend in the Chinese magnesium industry as Government agencies focus on high pollution industries requiring them to lower emission thresholds (see table above) and closing factories that cannot meet these new standards. The China Magnesium Association estimates that up to 22% of production capacity has been shuttered in 2018, much of this in Shanxi Province.

The introduction of higher emission standards has also had an effect on magnesium pricing with the benchmark Asianmetals price rising 21% from ¥14,650 at the beginning of January 2018 to ¥17,750 at the end of September 2018.



Emission issues critically affect Pidgeon process magnesium production as it relies heavily on coal and ferro silicon inputs. The electrolytic process at Magontec Qinghai is 85% powered by renewable energy sources and does not require any ferro silicon inputs. Under the agreement with Qinghai Salt Lake Magnesium Co Limited, Magontec primary magnesium alloy economics, over the longer term, are largely unaffected by underlying commodity price movements.

In Europe market conditions for magnesium alloy recycling and primary Mg alloy demand has been impacted by a number of issues, particularly in the last quarter. These include:

- A stronger USD encouraging Mg alloy scrap exports to the US, increasing competition and reducing prices as European recyclers bid for a smaller pool.
- The switch from 'NEDC' to 'WLTP' tailpipe emission regulations in Europe causing a decline in automotive sales in recent months as the approvals process has taken longer than expected.

- A consumer switch away from diesel engines (compounded by diesel bans introduced in many European cities) causing reduced output capacity for many European automotive manufacturers.

At the Magontec plant in Romania volumes are steadier, as they are linked to long term contracts, but the effects have been more pronounced in Magontec's German plant.

The labour situation in Romania continues to be challenging for local management although output and production metrics have improved in the 3rd quarter. Labour shortages are now a common complaint among employers in all Eastern and Western European countries as unemployment rates fall to long-term lows.

Overall the global metals division experienced a 7% drop in volumes while Gross Profit was 3% higher than the previous corresponding period despite start-up losses at Magontec Qinghai and the headwinds in Europe. Most of this improvement was due to the lower Australian Dollar.

Cathodic Corrosion Protection (CCP/anodes)

The anodes businesses in Europe and China have performed well this year, recovering customers lost in 2017 and developing new markets, particularly in the USA. Global anode volumes have risen 9% and Gross Profit contribution up 24% on the previous corresponding period, some of which was due to a lower Australian Dollar.

At Magontec's Xi'an plant the introduction of new processing machinery together with higher sales volumes have improved conversion costs and prices offered to customers. In Europe the improvement has largely been driven by electronic anodes and the development of new products for the North American markets.

There is still considerable room for improvement in these businesses in the years ahead and Magontec continues to invest in all anode types to maintain its position as a leading global producer.

Financial

Underlying operational cashflow¹ continued to track positively during the quarter with the year to date September 2018 cash generation amounting to \$2.3 million, 18% higher than the PCP. This, combined with positive working capital flows from favourable timing differences on cash collections meant operating cash flow in the 9 months to September 2018 (unaudited) was \$10.8 million, although this is not expected to be recurring. Net debt to net debt + equity was 20.9% as at 30 September 2018.

Underlying EBIT² during the 9 months to September 2018 was \$0.8 million (compared with \$1.1 million in the PCP) including additional depreciation charges of \$0.7 million in the current period compared with the PCP due to the commencement of operations at Qinghai. Whilst non-cash in nature, this depreciation charge is captured in reported EBIT.

Nic Andrews

Executive Chairman
31 October 2018

¹ Defined as operating cashflow excluding working capital movements, interest and tax

² Reporting EBIT excluding unrealised foreign exchange gains and losses

Attachment 2

UNAUDITED STATEMENT OF PROFIT & LOSS AND OTHER COMPREHENSIVE INCOME

Unaudited Consolidated Comprehensive Income Statement		
Source: Magontec Limited Management Accounts		
\$000	9 months to 30-Sep-18	9 months to 30-Sep-17
Sale of goods	96,525	97,312
Cost of sales	(85,277)	(87,092)
Gross profit	11,247	10,219
Other income	117	282
Interest expense	(485)	(729)
Impairment	14	(55)
Travel accommodation and meals	(736)	(526)
Research & development	(258)	(344)
Promotional activity	(62)	(96)
Information technology	(186)	(237)
Personnel	(5,484)	(4,842)
Depreciation & Amortisation	(407)	(273)
Office expenses	(532)	(230)
Corporate and other	(3,170)	(2,684)
Foreign exchange gain/(loss)	436	(945)
Profit/(Loss) before tax	494	(460)
Income tax (expense)/benefit	(372)	(539)
Profit/(Loss) after tax	122	(999)
Other comprehensive income		
Exchange differences taken to equity	747	(515)
Movement in actuarial assessments and other OCI	(0)	160
Total comprehensive income	869	(1,354)

Reconciliation of reported NPAT to underlying NPAT (unaudited)		
\$000	9 months to 30-Sep-18	9 months to 30-Sep-17
Profit/(Loss) after tax (reported)	122	(999)
Add/(less) unrealised FX losses/(gains)	(205)	825
Profit/Loss after tax excluding unrealised FX ("Underlying NPAT")	(83)	(174)

Attachment 3

UNAUDITED BALANCE SHEET

Unaudited Consolidated Balance Sheet		
Source: Magontec Limited Management Accounts		
\$000	As at 30-Sep-18	As at 31-Dec-17
Cash & cash equivalents	7,950	2,309
Trade & other receivables	18,353	26,704
Inventory	28,892	24,372
Other	293	191
Total Current Assets	55,488	53,576
Property, plant & equipment	22,449	22,831
Intangible assets	3,452	3,109
Deferred tax assets	1,783	1,521
Other	910	1,037
Total Non-Current Assets	28,593	28,499
Total Assets	84,081	82,074
Trade & other payables	20,150	15,873
Bank borrowings	6,547	9,200
Provisions	1,349	1,677
Total Current Liabilities	28,046	26,750
Other payables	-	-
Bank borrowings	10,311	11,135
Provisions	12,021	11,408
Total Non-Current Liabilities	22,332	22,543
Total Liabilities	50,378	49,293
Net Assets	33,704	32,782
Equity attributable to members of MGL		
Share capital	58,907	58,907
Reserves	5,697	4,897
Accumulated (losses)/profits	(31,364)	(31,485)
Share capital	463	463
Reserves	-	-
Accumulated (losses)/profits	-	-
Total equity	33,704	32,782

Attachment 4

UNAUDITED STATEMENT OF CASH FLOWS

Unaudited Consolidated Cash Flow Statement			
Source: Magontec Limited Consolidated Management Accounts			
\$000	Quarter to 30-Sep-18	9 months to 30-Sep-18	6 months to 30-Jun-18
CASH FLOW FROM OPERATING ACTIVITIES			
Cash generated from/ (utilised in) underlying operating activities	703	2,319	1,617
Net working capital assets			
- Trade and other receivables	4,333	9,592	5,260
- Inventory	(2,636)	(3,579)	(943)
- Trade and other payables	(1,555)	4,175	5,730
- Other	(8)	(105)	(97)
Cash generated from/ (utilised in) net working capital assets	133	10,083	9,950
Other operating activities			
- Net Interest paid	(144)	(443)	(299)
- Income tax paid	(4)	(1,123)	(1,119)
Cash generated from/ (utilised in) other operating activities	(148)	(1,567)	(1,418)
Net Cash generated from/ (utilised in) all operating activities	687	10,836	10,148
CASH FLOW FROM INVESTING ACTIVITIES			
Net cash out on purchase/disposal of property, plant & equipment	(167)	(828)	(661)
Group information technology	(111)	(356)	(245)
Security deposit	13	(6)	(19)
Other	1	142	141
Net cash provided by / (used in) investing activities	(263)	(1,048)	(785)
CASH FLOW FROM FINANCING ACTIVITIES			
Bank Debt	(1,608)	(4,304)	(2,696)
Net capital raised from issue of securities	-	-	-
Other	-	-	-
Net cash provided by / (used in) financing activities	(1,608)	(4,304)	(2,696)
Net increase / (decrease) in cash and cash equivalents	(1,184)	5,484	6,668
Foreign exchange effects on total cash flow movement	(20)	158	178
Cash and cash equivalents at the beginning of the period	2,309	2,309	2,309
Cash and cash equivalents at the end of the period	1,105	7,950	9,155

Attachment 5

APPENDIX 4C



**QUARTERLY UNAUDITED CASH FLOW
APPENDIX 4C**

for the Period Ended 30 September 2018

Magontec Limited

ABN: 51 010 441 666
Registered & Principal Office:
Suite 1.03, Level 1
46A Macleay St,
Potts Point, NSW 2011
Australia

Tel: +61 2 8005 4109

Fax: +61 2 9252 8960

Website: www.magontec.com

Email: Corporate@magontec.com

Non-Executive Directors

As at 30 September 2018

Zhongjun Li
Kangmin Xie
Andre Labuschagne

Independent Directors

As at 30 September 2018

Robert Shaw
Robert Kaye

Management Team

Nicholas Andrews
Executive Chairman

John Talbot
Company Secretary

Derryn Chin
Chief Financial Officer

Issued Capital (as at 30 September 2018)

Ordinary Shares (ASX Code MGL)

1,140,073,483 fully paid Ordinary shares on issue

Options: Nil

Performance Rights ⁽¹⁾:

Performance Period	Granted	Number
1 Jan 2016 to 31 Dec 2018	19 May 2017	25,749,882
1 Jan 2017 to 31 Dec 2019	19 May 2017	15,621,146
1 Jan 2018 to 31 Dec 2020	10 May 2018	17,181,612
Total		58,552,640

Note:

(1) For terms of issue refer to the heading "Vesting of Performance Rights as Magontec Ordinary Shares" in paragraphs o to t of Resolution 5 of the 2017 AGM.

Substantial Shareholders

Shareholder	No. of shares ⁽²⁾	Percent ⁽³⁾
Qinghai Salt Lake Magnesium Industry Limited	330,535,784	28.99
Allan Gray Australia Pty Limited	176,858,972	15.51
Straits Mine Management Pty Limited	148,874,507	13.06

Notes:

(2) As per last "Notice of change of interests of substantial holder" lodged with ASX by shareholder.

(3) "No. of Shares" divided by fully paid Ordinary shares on issue as at the date of this report.

Share Registry Services

Boardroom Pty Limited
Level 7, 207 Kent St
Sydney NSW 2000

Postal Address:

GPO Box 3993
Sydney NSW 2001

Tel: 1300 737 760 or

International: +61 2 9290 9600

Fax: 1300 653 459

Website: <http://www.boardroomlimited.com.au>

The current share price can be obtained from the ASX Website – www.asx.com.au

Appendix 4C

Quarterly report for entities subject to Listing Rule 4.7B

Name of entity

Magontec Limited

ABN

51 010 441 666

Quarter ended ("current quarter")

30 September 2018

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	37,966	114,613
1.2	Payments for		
	(a) research and development	(102)	(258)
	(b) product manufacturing and operating costs	(33,164)	(90,937)
	(c) advertising and marketing	(8)	(72)
	(d) leased assets	-	-
	(e) staff costs	(1,873)	(5,484)
	(f) administration and corporate costs	(1,982)	(5,460)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	15	43
1.5	Interest and other costs of finance paid	(160)	(487)
1.6	Income taxes paid	(4)	(1,123)
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)		
1.9	Net cash from / (used in) operating activities	687	10,836

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
2. Cash flows from investing activities			
2.1 Payments to acquire:			
(a) property, plant and equipment		(169)	(831)
(b) businesses (see item 10)			
(c) investments			
(d) intellectual property		(111)	(356)
(e) other non-current assets			
2.2 Proceeds from disposal of:			
(a) property, plant and equipment		3	3
(b) businesses (see item 10)			
(c) investments			
(d) intellectual property			
(e) 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)		14	136
2.6 Net cash from / (used in) investing activities		(263)	(1,048)

3. Cash flows from financing activities			
3.1 Proceeds from issues of shares			
3.2 Proceeds from issue of convertible notes			
3.3 Proceeds from exercise of share options			
3.4 Transaction costs related to issues of shares, convertible notes or options			
3.5 Proceeds from borrowings		1,303	7,028
3.6 Repayment of borrowings		(2,912)	(11,332)
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		(1,608)	(4,304)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of quarter/year to date	9,155	2,309
4.2	Net cash from / (used in) operating activities (item 1.9 above)	687	10,836
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(263)	(1,048)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(1,608)	(4,304)
4.5	Effect of movement in exchange rates on cash held	(20)	158
4.6	Cash and cash equivalents at end of quarter	7,950	7,950

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	7,950	9,155
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)	7,950	9,155

6.	Payments to directors of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to these parties included in item 1.2	60
6.2	Aggregate amount of cash flow from loans to these parties included in item 2.3	-
6.3	Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2	
Refer section 7.		

7. Payments to related entities of the entity and their associates	Current quarter \$A'000
7.1 Aggregate amount of payments to these parties included in item 1.2	6,406
7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	-
7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2	

Payments to Qinghai Salt Lake Magnesium Company for pure Magnesium supply.

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	24,231	18,498
8.2 Credit standby arrangements		
8.3 Other (please specify)		
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

Borrowings facilities as at 30 September 2018					
Lender	Maturity	Interest %	Limit \$A 000	Drawn \$A 000	Security status
Commerzbank Germany	30-Sep-20	1.55%	12,324	10,311	Secured
Commerzbank Germany	31-Dec-18	2.50%	102	102	Secured
ING Romania	Open	5.18%	5,616	2,415	Secured
Bank of Communications China	01-Apr-19	5.22%	4,031	4,031	Secured
Total borrowings on balance sheet			22,072	16,859	
Postbank (factoring)	30-Nov-18	1.34%	2,159	1,640	
Total facilities			24,231	18,498	

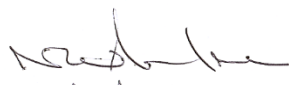
No additional facilities entered into or proposed to be entered into after quarter end.

9. Estimated cash outflows for next quarter	\$A'000
9.1 Research and development	(88)
9.2 Product manufacturing and operating costs	(30,954)
9.3 Advertising and marketing	(24)
9.4 Leased assets	-
9.5 Staff costs	(1,812)
9.6 Administration and corporate costs	(1,683)
9.7 Other (provide details if material)	-
9.8 Total estimated cash outflows	(34,562)

10. Acquisitions and disposals of business entities (items 2.1(b) and 2.2(b) above)	Acquisitions	Disposals
10.1 Name of entity	Not applicable	Not applicable
10.2 Place of incorporation or registration	Not applicable	Not applicable
10.3 Consideration for acquisition or disposal	Not applicable	Not applicable
10.4 Total net assets	Not applicable	Not applicable
10.5 Nature of business	Not applicable	Not applicable

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.



Sign here:
(Executive Chairman)

Date: 31 October 2018

Print name: Mr Nicholas Andrews

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly 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 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.