



GoConnect Limited  
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Australia  
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31 January 2017

Company Announcement Office  
Australian Securities Exchange Limited

Dear Sir/Madam

**Re: Appendix 4C Quarterly Report – Q/E 31 December 2016**

The directors of GoConnect Limited (“GCN” or “the Company”) are pleased to present the attached December 2016 quarterly report.

	<b>December 16 quarter</b>	<b>December 15 quarter</b>	<b>change</b>	<b>%</b>
Cash receipts from customers	-	-	-	-
Proceeds from disposal of equity investment	177,000	90,000	87,000	97%
Payments for staff costs	-36,000	-25,200	-10,800	43%
Payments for other working capital	-191,149	-58,691	-132,459	226%
<b>Net operating and investing cash flows</b>	<b>-50,149</b>	<b>6,109</b>	<b>-56,259</b>	<b>-921%</b>

	<b>December 16 quarter</b>	<b>September 16 quarter</b>	<b>change</b>	<b>%</b>
Cash receipts from customers	-	-	-	-
Proceeds from disposal of equity investment	177,000	0	177,000	N/A
Payments for staff costs	-36,000	-20,400	-15,600	76%
Payments for other working capital	-191,149	-118,168	-72,982	62%
<b>Net operating and investing cash flows</b>	<b>-50,149</b>	<b>-138,568</b>	<b>88,418</b>	<b>-64%</b>

No proceeds from disposal of investment were received during the September 2016 quarter as GCN marketed a new offer of shares in Go Green Holdings together with a number of brokers, offering up to 5 million shares at \$1.50 each share. However, due to the market disruptions leading up to the US election in November and the Christmas / New Year holidays, marketing to investors for the Go Green Holdings share offer during the December quarter and January 2017 was low key and is resuming again this week with already positive responses received. The higher outgoings for the December 2016 quarter included reduction of liabilities.

During the December quarter 2016, GCN continued to assist Go Green Holdings on establishing a number of strategic partnerships and significantly expanded the company’s Virtual Reality / Augmented Reality (“VR/AR”) business portfolio.

It is important to view Go Green Holdings' business plan and the company's strategy in perspective.

In 1999 to 2000, GCN set itself the mission to establish the most valuable medium on the internet, that of IPTV. GCN developed the GoTrek technology, patented it, and launched GoTrek EV in 2000 and then in 2003, launched the derivative of GoTrek called mVision for the first generation smartphones. After the GoTrek IPTV platform was launched in 2000, GCN set about adding value to it by adding additional utility functions including retail, video contents, and communications, so that GoTrek the IPTV platform became a multipurpose app to generate substantial user traffic. As an advertising medium, success was all based on user traffic numbers.

Fast forward 17 years to today, GCN now spearheaded by Go Green Holdings, is once again developing a new advertising platform to be enabled by the technology being developed, GoARChat. This will help create a VR/AR social media platform. We have however, firstly secured via a number of partnerships, utility functions including celebrity branded product retail, video contents, and communications to ensure that once we have settled on the platform, be it VR or AR, we already have the utility functions to generate the user traffic and of course the revenue from these utilities. We are able to secure these utilities in advance of building the platform because with our experience behind us, we know what the final platform will look like and what utilities should be incorporated as profitable utilities to the platform. More importantly, after watching the internet development trend for 20 years, we believe that AR social media is ultimately where the real value will be for our group's business.

After a thorough assessment of the platform's development, and after canvassing many expert opinions, we have decided that the platform to be developed will be an AR social platform though we did start out with the objective of working with a VR social platform from China. The VR social platform will still be an interim objective to achieve but, we are confident the ultimate goal will be an AR social media platform enabled by our own technology GoARChat, and users will communicate, shop, and watch contents via this AR social media platform.

**Upon launch, we are confident that GoARChat 3D video AR social chat will revolutionize smartphone online chatting.**

Our AR social media platform will be built on today's smartphones so the consumer device ecosystem is here already and this platform will migrate to AR smart glasses when they become popular consumer items. The consumer trend to AR smart glasses is expected to be a commercial reality within 12 to 18 months. Our AR social media platform will be live in 2017 and will be the world's first AR social advertising platform.

Unlike 2000, when we had to educate the advertising industry of the merits of new media advertising, and how the GoTrek IPTV platform was superior to other advertising media, today, online and more importantly, smartphone social media advertising are readily accepted, and increasingly so. Major brands are indeed allocating greater share of their advertising budget to smartphone social media which is what GoARChat will enable.

Social networking is expected to play a vital part in the growth of VR/AR in coming years. Go Green Holdings has recently entered into a strategic partnership agreement with management of an online chatting platform in Taiwan FreePP to establish an equally owned company Social VR Ltd. Social VR Ltd will be able to leverage on the significant telco client relationships of the Taiwanese partner in South East Asia, India, Middle East North Africa, and North and South Americas ("Global Telcos") to proactively convert these telcos' subscribers to VR/AR

users and to join the company's Global VR/AR Social Networking Platform. Social VR Ltd will enable Go Green Holdings and its VR/AR partners to push the boundary of adoption proactively for GoARChat and to expand our VR/AR Social Networking Platform.

GCN has continued to offer its Go Green Holdings shares to professional and offshore investors to generate additional working capital, to reduce liabilities, and to finance its expenses in relation to servicing Go Green Holdings. After a slow December 2016 quarter, renewed efforts in marketing of the offer are coordinated with a number of local and offshore brokers during the current quarter. The marketing efforts are expected to lead to significant investor interest in coming weeks.

It is expected that cash flows to be generated by GCN's interest in Go Green Holdings, the much reduced overheads of the Company relative to the past, and further supported by unused credit facility from Sino Investment Services Pty Ltd, will be more than sufficient to support GCN's cash requirements. It is also expected that Go Green Holdings will generate sufficient revenue during the financial year 2016-17 from its VR/AR businesses to become self-sufficient in its financing before 30 June 2017.

Yours sincerely

Richard Li  
Chairman

*Rule 4.7B*

# Appendix 4C

## Quarterly report for entities admitted on the basis of commitments

Introduced 31/3/2000. Amended 30/9/2001, 24/10/2005.

Name of entity

GOCONNECT LIMITED

ABN

14 089 240 353

Quarter ended ("current quarter")

31 December 2016

### Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A	Year to date (6 months) \$A
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) staff costs	(36,000)	(56,400)
	(b) advertising and marketing	-	-
	(c) research and development	-	-
	(d) leased assets	-	-
	(e) other working capital	(191,116)	(309,283)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	-	-
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	-	-
<b>Net operating cash flows</b>		<b>(227,149)</b>	<b>(365,683)</b>

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+ See chapter 19 for defined terms.

**Appendix 4C**  
**Quarterly report for entities**  
**admitted on the basis of commitments**

	Current quarter \$A	Year to date (6 months) \$A
1.8 Net operating cash flows (carried forward)	(227,116)	(365,683)
<b>Cash flows related to investing activities</b>		
1.9 Payment for acquisition of:		
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	-	-
(e) other non-current assets	-	-
1.10 Proceeds from disposal of:		
(a) businesses (item 5)	-	-
(b) equity investments	177,000	177,000
(c) intellectual property	-	-
(d) physical non-current assets	-	-
(e) other non-current assets	-	-
1.11 Loans to other entities	-	-
1.12 Loans repaid by other entities	-	-
1.13 Other (provide details if material)	-	-
<b>Net investing cash flows</b>	-	-
<b>1.14 Total operating and investing cash flows</b>	(50,149)	(188,683)
<b>Cash flows related to financing activities</b>		
1.15 Proceeds from issues of shares, options, etc.	-	-
1.16 Proceeds from sale of forfeited shares	-	-
1.17 Proceeds from issue of convertible notes	-	-
1.18a Proceeds from borrowings	50,848	189,382
1.18b Repayment of borrowings	-	-
1.19 Dividends paid	-	-
1.20 Transaction cost	-	-
<b>Net financing cash flows</b>	50,848	189,382
<b>Net increase (decrease) in cash held</b>	732	699
1.21 Cash at beginning of quarter/year to date	55	88
1.22 Exchange rate adjustments to item 1.20	-	-
<b>1.23 Cash at end of quarter</b>	787	787

+ See chapter 19 for defined terms.

**Payments to directors of the entity and associates of the directors**

**Payments to related entities of the entity and associates of the related entities**

		Current quarter \$A
1.24	Aggregate amount of payments to the parties included in item 1.2	
1.25	Aggregate amount of loans to the parties included in item 1.11	
1.26	Explanation necessary for an understanding of the transactions	

**Non-cash financing and investing activities**

- 2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

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- 2.2 Details of outlays made by other entities to establish or increase their share in businesses in which the reporting entity has an interest

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**Financing facilities available**

*Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).*

	Amount available \$A	Amount used \$A
3.1 Loan facilities *	1,600,000	1,104,687
3.2 Credit standby arrangements		

\*provided by Sino Investment Services Pty Ltd ("SIS")

## Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.		Current quarter \$A	Previous quarter \$A
4.1	Cash on hand and at bank	787	55
4.2	Deposits at call		
4.3	Bank overdraft		
4.4	Other (provide details)		
<b>Total: cash at end of quarter</b> (item 1.23)		787	55

## Acquisitions and disposals of business entities

	Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1	Name of entity	
5.2	Place of incorporation or registration	
5.3	Consideration for acquisition or disposal	
5.4	Total net assets	
5.5	Nature of business	

## Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act (except to the extent that information is not required because of note 2) or other standards acceptable to ASX.
- 2 This statement does ~~/does not~~\* (delete one) give a true and fair view of the matters disclosed.

Sign here: .....  
 (Director/~~Company secretary~~)

Date: 31 January 2017

Print name: Richard Li

+ See chapter 19 for defined terms.

## 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 wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
2. The definitions in, and provisions of, *AASB 1026: Statement of Cash Flows* apply to this report except for the paragraphs of the Standard set out below.
  - 6.2 - reconciliation of cash flows arising from operating activities to operating profit or loss
  - 9.2 - itemised disclosure relating to acquisitions
  - 9.4 - itemised disclosure relating to disposals
  - 12.1(a)- policy for classification of cash items
  - 12.3 - disclosure of restrictions on use of cash
  - 13.1 - comparative information
3. **Accounting Standards.** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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