

ASX Announcement & Media Release

MDS Financial Group Limited

ACN 091 744 884

Level 8
25 Bligh Street
Sydney NSW 2000
T: +61 2 8114 2222
F: +61 2 8114 2200
asx@mdsfinancial.com.au
www.mdsfinancial.com.au

ASX Code: MWS

Appendix 4C September 2015 Quarter Overview

MDS Financial Group Limited (ASX: MWS) ("MDS" or "the Company") has today released its Appendix 4C consolidated statement of cash flows for the quarter ending 30 September 2015.

The Company is pleased to report that it recorded receipts from customers of \$6,556,000 for the period, an increase of 377% on the same corresponding quarter last year (2014: \$1,373,000).

The company's net cash position at the end of the period was \$570,000 excluding cash bonds and bank guarantees held totalling \$1,049,106. Pleasingly, the solid financial performance achieved during this period has also resulted in the Company's accounts payable obligations reducing by a further \$680,000.

The Board and Management are very pleased with the positive momentum building in each of its core business segments.

Key highlights for the quarter included:

Trading & Execution

- An increase of 20% in the number of wholesale client agreements established with securities dealers who hold an AFSL issued by ASIC
- Continued strong growth in new trading accounts established through both wholesale and retail channels
- Revenue production up 167% compared to the June quarter

Superannuation Services

- An increase by 7% in the number of SMSF accounts being administered

Funds under Management & Administration

- Total FUMA of over \$1.49 billion at the end of the period
- 9% increase in FUA on our SMSF administration platform compared to the June quarter.
- A net increase in securities held on HIN of \$45 million ¹

MDS continues to look at opportunities to develop and grow its core revenue divisions and is looking forward to its upcoming AGM scheduled for 27th November 2015.

– Ends –

For further information please contact:

Andrew Phillips, MDS Company Secretary +61 403 388 447

For media enquiries please contact: Adam Jarvis, Six Degrees Investor Relations +61 424 297 736

ASX Announcement & Media Release

MDS Financial Group Limited

ACN 091 744 884

Level 8

25 Bligh Street

Sydney NSW 2000

T: +61 2 8114 2222

F: +61 2 8114 2200

asx@mdsfinancial.com.au

www.mdsfinancial.com.au

ASX Code: MWS

ABOUT MDS FINANCIAL GROUP

ASX-listed MDS Financial Group Limited (ASX: MWS) is an integrated financial services company providing products and services to self-directed retail and wholesale clients and those of third party professional service firms. It provides:

- Investment and superannuation products
- Wealth management and advisory services
- Corporate advisory and capital markets expertise
- Retail, wholesale and institutional trading platforms
- Market data and financial news services

MDS operates various AFS Licenses and its subsidiary D2MX is an ASX Market Participant

¹ Client sponsored holdings are sponsored by the clearing and settlement broker appointed by D2MX.

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Introduced 31/3/00. Amended 30/9/01, 24/10/05, 17/12/10.

Name of entity

MDS Financial Group Limited

ABN

90 091 744 884

Quarter ended ("current quarter")

30 September 2015

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter	Year to date (3 months)
		\$A'000	\$A'000
1.1	Receipts from customers	6,556	6,556
1.2	Payments for (a) staff costs	(902)	(902)
	(b) advertising and marketing	(45)	(45)
	(c) research and development	-	-
	(d) leased assets	-	-
	(e) other working capital	(5,862)	(5,862)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	2	2
1.5	Interest and other costs of finance paid	(65)	(65)
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	-	-
	Net operating cash flows	(184)	(184)

+ See chapter 19 for defined terms.

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

	Current quarter	Year to date (3 months)
	\$A'000	\$A'000
1.8 Net operating cash flows (carried forward)	(184)	(184)
Cash flows related to investing activities		
1.9 Payment for acquisition of:		
(a) businesses (item 5)	-	-
(b) equity investments	17	17
(c) intellectual property	-	-
(d) physical non-current assets	-	-
(e) other non-current assets	(6)	(6)
1.10 Proceeds from disposal of:		
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(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)		
Net investing cash flows	11	11
1.14 Total operating and investing cash flows	(173)	(173)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	130	130
1.16 Proceeds from sale of forfeited shares	-	-
1.17 Proceeds from borrowings	-	-
1.18 Repayment of borrowings	-	-
1.19 Dividends paid	-	-
1.20 Other	-	-
Net financing cash flows	130	130
Net increase (decrease) in cash held	(43)	(43)
1.21 Cash at beginning of quarter/year to date	614	614
1.22 Exchange rate adjustments to item 1.20	-	-
1.23 Cash at end of quarter	570	570

+ 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'000
1.24 Aggregate amount of payments to the parties included in item 1.2	217
1.25 Aggregate amount of loans to the parties included in item 1.11	-
1.26 Explanation necessary for an understanding of the transactions	
Includes Directors fees paid in the quarter.	

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
- N/A
- 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
- N/A

Financing facilities available

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

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	0	0
3.2 Credit standby arrangements	-	-
3.3 Explanation necessary for an understanding of the transactions	N/A	

+ See chapter 19 for defined terms.

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

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'000	Previous quarter \$A'000
4.1	Cash on hand and at bank	570	614
4.2	Deposits at call	-	-
4.3	Bank overdraft	-	-
4.4	Other (provide details)	-	-
Total: cash at end of quarter (item 1.23)		570	614

Acquisitions and disposals of business entities

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

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 give a true and fair view of the matters disclosed.

Sign here: Date: 30/10/2015
(Director/Company Secretary)

Print name:

+ 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 107: Statement of Cash Flows* apply to this report except for any additional disclosure requirements requested by AASB 107 that are not already itemised in this report.
3. **Accounting Standards.** ASX will accept, for example, the use of International Financial Reporting 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.
4. These statements exclude bonds and bank guarantees held as at 30 September 2015 of \$1,049,106. The total bond now held by the Company's third party clears is \$1,000,000.

+ See chapter 19 for defined terms.