



ASX ANNOUNCEMENT 31 JANUARY 2017

## **Commentary / Market Update**

The Company is continuing to make progress in building out its verticals and is well positioned to launch into the new year and to continue building upon the progress made last year.

We continue to see the education sector as an important market for T3D. During the quarter T3D announced a supply agreement with wholly owned Harvey Norman subsidiary Mac1 that has a dominant position in the Australian market selling technology hardware and support services into all levels of the education sector in Australia. We will build on this relationship and start a more comprehensive marketing program into the Mac1 network this quarter.

Furthermore, we also applied for a Digital Literacy School Grant (DLSG) under the Australian Government's National Innovation and Science Agenda. The Australian government is providing grants of between \$10,000 and \$50,000 for schools and other organisations to encourage and facilitate implementation of the new Australian Curriculum: Digital Technologies. Grants will be awarded for project proposals that demonstrate innovative methods for driving enhanced digital literacy in schools which includes 3d printers. A successful application by T3D will enable us to market our products to schools while being supported by the government incentive.

We recently announced a collaboration agreement with CreoPop Pte Ltd to co-develop a small footprint X, Y, Z printer with a cradle utilizing the CreoPop pen as the extrusion device. We will also develop larger footprint commercial grade printers that utilize the broad CreoPop range of LED cured cool inks. We see both of these developments as enhancing our offering to the education, as well as the creative and artistic sectors, and allow us to market an even more compelling bundle of hardware, consumables and services offering.

We are focused on building the T3D offering targeting the education sector further and expect to make additional announcements with this regard in the near term.

Our 3d printing services bureau capabilities and offering continues to be extended and improved following the appointment of additional experienced 3d printing industry engineering resources. We expect this to be further supplemented by the receipt and commissioning of the Prodways MOVINGLight resin printer by the end of the March quarter adding to our existing offering that includes metal selective laser melting, nylon selective laser sintering, full color powder inkjet binding and fused deposition modelling.

Additionally, a great deal of progress has been achieved in the development of T3D's quality management system and we remain on track to achieve the previously announced goal of ISO accreditation that will allow us to more meaningfully market into the lucrative medical, dental and broader healthcare market. We expect completion of the ISO accreditation to contribute significantly to capacity utilization of our printers going forward.

We continue to explore opportunities in the 360 and 3d digital space and are focused on developing this as a new vertical for T3D in this quarter. Technologies in this area serve as both standalone technology offerings that are able to be deployed in a number of settings as well as being a bridge to 3d printing. We will provide the market with further updates in this regard as developments occur.

In relation to the previously announced appointment of a General Manager 3D Printing –Hardware and Services, after the allowance of an extended period of notice and discussions, Mr. Baird advised that for personal reasons he had elected to not commence in the role with T3D. Unfortunately, the expected December quarter results were impacted on without a dedicated sales resource. We have recommenced the search to fill this position and more broadly to build out a dedicated sales team and expect results to reflect this in the coming quarters.

The Company confirms that it holds a cash balance of \$1.524 million as at the end of the December quarter.

## Appendix 4C

### Quarterly report under Listing Rule 4.7B

**Name of entity**

333D Limited

**ABN**

26 118 159 881

**Quarter ended ("current quarter")**

31 December 2016

<b>Consolidated statement of cash flows</b>	<b>Current quarter \$A'000</b>	<b>YTD (6 months) \$A'000</b>
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	11	22
1.2 Payments for		
(a) research and development	-	-
(b) product manufacturing and operating costs	(190)	(238)
(c) advertising and marketing	(11)	(33)
(d) leased assets	(1)	(1)
(e) staff costs	(104)	(232)
(f) administration and corporate costs	(159)	(1,083)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	2	2
1.5 Interest and other costs of finance paid	-	(9)
1.6 Income taxes paid	-	211
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	(1)	(1)
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(453)</b>	<b>(1,362)</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire:		
(a) property, plant and equipment	(286)	(295)
(b) businesses (see item 10)	-	-
(c) investments	-	-
(d) intellectual property	-	-
(e) other non-current assets	-	-
2.2 Proceeds from disposal of:		
(a) property, plant and equipment	-	-

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>YTD (6 months) \$A'000</b>
(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)		-	18
<b>2.6 Net cash from / (used in) investing activities</b>		<b>(286)</b>	<b>(277)</b>

<b>3. Cash flows from financing activities</b>		
3.1 Proceeds from issues of shares	-	1,406
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	-	(169)
3.5 Proceeds from borrowings	-	5
3.6 Repayment of borrowings	-	(215)
3.7 Transaction costs related to loans and borrowings	-	-
3.8 Dividends paid	-	-
3.9 Other (provide details if material)	-	-
<b>3.10 Net cash from / (used in) financing activities</b>	<b>-</b>	<b>1,027</b>

<b>4. Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1 Cash and cash equivalents at beginning of quarter/year to date	2,263	2,136
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(453)	(1,362)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(286)	(277)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	-	1,027
4.5 Effect of movement in exchange rates on cash held	-	-
<b>4.6 Cash and cash equivalents at end of quarter</b>	<b>1,524</b>	<b>1,524</b>

5.	<b>Reconciliation of cash and cash equivalents</b> 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	1,524	2,263
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>1,524</b>	<b>2,263</b>

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	110
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	
1. Director fees and Salaries; and		
2. Reimbursements		
Includes amounts paid to entities associated with Directors		

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	25
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	
1. Directors Fees		

8.	<b>Financing facilities available</b> <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	-	-
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.		

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9.	Estimated cash outflows for next quarter	\$A'000
9.1	Research and development	-
9.2	Product manufacturing and operating costs	(190)
9.3	Advertising and marketing	(11)
9.4	Leased assets	(78)
9.5	Staff costs	(166)
9.6	Administration and corporate costs	(159)
9.7	Other (provide details if material)	-
<b>9.8</b>	<b>Total estimated cash outflows</b>	<b>(604)</b>

10.	Acquisitions and disposals of business entities (items 2.1(b) and 2.2(b) above)	Acquisitions	Disposals
10.1	Name of entity		
10.2	Place of incorporation or registration		
10.3	Consideration for acquisition or disposal	-	-
10.4	Total net assets	-	-
10.5	Nature of business		

**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: .....  
(Director)

Date: 31<sup>st</sup> January 2017

Print name: Frank Pertile

**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.