

ASX: TTL  
28 April 2017



## TRANSCENDENCE TECHNOLOGIES LIMITED MARCH 2017 QUARTERLY ACTIVITIES REPORT

The Board of Transcendence Technologies Limited ('Transcendence' or 'the Company') provides the following report on its activities and operations for the quarter ended 31 March 2017.

### E-Collate

The Company is currently developing a product (**E-Collate**) for use in the individual Self-Managed Superannuation Funds (**SMSF**) industry. The SMSF industry alone controls over \$500 billion in assets and is a sector of the wider heavily regulated super fund industry which holds over \$2 trillion in assets.

E-Collate is an innovative product for document aggregation to streamline the administration of individual Self-Managed Superannuation Funds. E-Collate utilises unique proprietary software and interfaces to enable rapid arrangement, secure storage and efficient export of compliance sensitive documentation.

Work carried out during the reporting quarter includes:

- **Modularisation of Web Platform**  
A highly modular web platform suitable to be used on an ongoing basis and flexible enough to snap in and out revisions of the major functionality of the E-Collate app has been developed. Work on the Web Platform began toward the end of CY2016 and is a core element of the system that will enable the Company to rapidly build out E-Collate's industry specific features.
- **User Experience Improvement**  
Customer experience in the E-Collate app has been improved, adding help functionality, feedback and bug reporting. In addition, user control and streamlining for common actions in the app has been achieved. This has included copywriting and partial restructuring of the app to align with required optimisations.
- **Prototype Testing and Product Optimisation**  
Simultaneous with technical development, the underlying E-Collate app functionality has been extensively tested and simulated for audit and



accounting documentation collections using manual and semi-automatic methods. Further, as the software systems have been improving, they have been tested by current and former SMSF trustees and members at each stage.

- **App Development Resource Selection**

Communication with major software houses has been maintained to ensure that they are aware of the initial development of the product and the Company selects the optimal partner to assist with the development of generation 2 of the product, as it is commercialised.

Post the end of the reporting quarter, work on the secure back-end database with the Microsoft login system and the E-Collate front-end web app has been completed. These major parts are now fully functional on the live website which means that live field trials can now take place.

Accordingly, the Company is now primed to launch a strategy for connecting with accounting and auditor providers in parallel to the ongoing technology development. It is estimated that surveys and presentations to smaller accounting providers will occur during the following quarter. From there, it is anticipated that formal arrangements concerning the deployment of the app will be entered into.

## Corporate

During the quarter, the half-year review for the six months ended 31 December 2016 was completed and the Company lodged its interim report with ASX on 24<sup>th</sup> February 2017. The Company continues to manage its cash reserves carefully and in a manner that matches the commercialisation phase of E-Collate.

*- Ends -*

For and on behalf of the Board,

**Sarah Smith**  
Company Secretary

## Appendix 4C

### Quarterly report for entities subject to Listing Rule 4.7B

Introduced 31/03/00 Amended 30/09/01, 24/10/05, 17/12/10, 01/09/16

**Name of entity**

Transcendence Technologies Limited

**ABN**

57 096 781 716

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

31 March 2017

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (9 months) \$A'000</b>
<b>1. Cash flows from operating activities</b>			
1.1 Receipts from customers		-	-
1.2 Payments for			
(a) research and development		(2)	(10)
(b) product manufacturing and operating costs		-	-
(c) advertising and marketing		-	-
(d) leased assets		-	-
(e) staff costs		(13)	(83)
(f) administration and corporate costs		(142)	(435)
1.3 Dividends received (see note 3)		-	-
1.4 Interest received		6	13
1.5 Interest and other costs of finance paid		-	-
1.6 Income taxes paid		-	-
1.7 Government grants and tax incentives		-	-
1.8 Other (provide details if material)		-	-
<b>1.9 Net cash from / (used in) operating activities</b>		<b>(151)</b>	<b>(515)</b>
1.2(e) Staff costs include the salary of the Chief Executive Officer of the Company who is predominately working on the development of the software.			

<b>2.</b>	<b>Cash flows from investing activities</b>		
2.1	Payments to acquire:		
	(a) property, plant and equipment	-	(1)
	(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) 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)	-	-
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>-</b>	<b>(1)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	-	-
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from issue of options	29	128
3.4	Transaction costs related to issues of shares, convertible notes or options	-	(384)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>29</b>	<b>(256)</b>

<b>4.</b>	<b>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	2,831	3,481
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(151)	(515)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	(1)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	29	(256)
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of quarter</b>	<b>2,709</b>	<b>2,709</b>

<b>5.</b>	<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	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	2,709	2,831
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>2,709</b>	<b>2,831</b>

<b>6.</b>	<b>Payments to directors of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to these parties included in item 1.2	(29)
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	
6.1	All transactions involving Directors and associates were on normal commercial terms.	

<b>7.</b>	<b>Payments to related entities of the entity and their associates</b>	<b>Current quarter \$A'000</b>
7.1	Aggregate amount of payments to these parties included in item 1.2	(61)
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	
7.1	Company secretarial and legal fees paid to associated entities.	

<b>8.</b>	<b>Financing facilities available</b> <i>Add notes as necessary for an understanding of the position</i>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
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.		

<b>9.</b>	<b>Estimated cash outflows for next quarter</b>	<b>\$A'000</b>
9.1	Research and development	(25)
9.2	Product manufacturing and operating costs	(10)
9.3	Advertising and marketing	(25)
9.4	Leased assets	-
9.5	Staff costs	(90)
9.6	Administration and corporate costs	(100)
9.7	Other (provide details if material)	-
<b>9.8</b>	<b>Total estimated cash outflows</b>	<b>(250)</b>

<b>10.</b>	<b>Acquisitions and disposals of business entities (items 2.1(b) and 2.2(b) above)</b>	<b>Acquisitions</b>	<b>Disposals</b>
10.1	Name of entity	N/A	N/A
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:

Company Secretary

Date: 28 April 2017

Print name: Sarah Smith

### 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.