

ASX: TTL
24 July 2017



TRANSCENDENCE TECHNOLOGIES LIMITED JUNE 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 30 June 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.

E-Collate's web platform now has the minimum function required for the end user to upload, manage and export document collections for their SMSF accounting and audit service providers (**SMSF Providers**).

Work carried out during the reporting quarter includes:

- **Engagement with Accounting and Audit Providers**
During the past quarter, the Company conducted an extensive outreach program as part of its Pilot Program release of E-Collate for SMSF industry use. This work to date has clarified the market position of E-Collate and revealed a number of exciting paths forward for the commercialisation process.
- **Preparation of Database Structures and Interfaces for Multi-User Environment**
An integrated multi-user access layer for the E-Collate web platform has been developed and tested at the database level. This user access control and sharing system was flagged during market research during the quarter as critical for scalable rollout of the product.



- **Field Trials Ongoing**

The initial release version of the E-Collate system is currently scheduled for ongoing testing as part of the Pilot Program. The technical team are continuing work on migrating the login platform to a self-service system and integrating a demo super fund with typical sample data into each user account.

- **Integrations and Further Modules**

During the quarter, the company conducted a review of existing players in the SMSF industry and is now prioritising obtaining direct integration with major SMSF related legal document suppliers such as Cleardocs.

Concurrent with E-Collate's Pilot Program operations, TTL is building initial relationships with a range of SMSF providers for their participation in the full commercial release stage.

Post the end of the reporting quarter, migration of the login system to a self-service system has been completed and integration is being finalised for the remaining system modules. Once this process has completed, the Company anticipates rapid up-take and testing of the system amongst SMSF end-users.

The Board is excited to note the progress of E-Collate to date and will continue to review the progress of the Pilot Program before authorising transition of E-Collate to a full scale commercial offering.

Corporate

On 15 May 2017, Transcendence shares recommenced trading on the ASX following the response to an ASX query.

At the end of the quarter, the Company had cash reserves of \$2.52 million.

The Appendix 4C report attached to this report contains the Company's cash flow statement for the quarter.

- Ends -

For and on behalf of the Board,

A handwritten signature in black ink, appearing to read "Sarah Smith".

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")

30 June 2017

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) research and development	(8)	(18)
	(b) product manufacturing and operating costs	-	-
	(c) advertising and marketing	(14)	(14)
	(d) leased assets	-	-
	(e) staff costs	(85)	(168)
	(f) administration and corporate costs	(81)	(516)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	2	15
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)	-	-
1.9	Net cash from / (used in) operating activities	(186)	(701)
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.		

2.	Cash flows from investing activities		
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)	-	-
2.6	Net cash from / (used in) investing activities	-	(1)

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 issue of options	-	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)	-	-
3.10	Net cash from / (used in) financing activities	-	(256)

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	2,709	3,481
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(186)	(701)
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)	-	(256)
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of quarter	2,523	2,523

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	2,523	2,709
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)	2,523	2,709

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	(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.	

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	(62)
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.	

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	-	-
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.		

9. Estimated cash outflows for next quarter	\$A'000
9.1 Research and development	(30)
9.2 Product manufacturing and operating costs	-
9.3 Advertising and marketing	(30)
9.4 Leased assets	-
9.5 Staff costs	(30)
9.6 Administration and corporate costs	(60)
9.7 Other (provide details if material)	-
9.8 Total estimated cash outflows	(150)

10. Acquisitions and disposals of business entities (items 2.1(b) and 2.2(b) above)	Acquisitions	Disposals
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: 24 July 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.