

CAPE RANGE LTD

ABN 43 009 289 481



27 November 2017

Market Announcements Platform
Australian Securities Exchange
Level 40, Central Park
152-158 St George's Terrace
Perth WA 6000

CAPE RANGE LIMITED – UPDATED STATEMENT OF FINANCIAL POSITION

The following information is required to be provided to ASX Limited (**ASX**) for release to the market in connection with the admission to the Official List and official quotation of fully paid ordinary shares (**Shares**) in the Company.

Capitalised terms which have not been otherwise defined in this document have the same meaning as they have in the Prospectus.

UPDATED PRO-FORMA STATEMENT OF FINANCIAL POSITION BASED ON THE ACTUAL AMOUNT OF FUNDS RAISED UNDER THE PROSPECTUS

	Historical Consolidated		Pro-Forma Consolidated
	Statement of financial position		Statement of financial position
	30 June 2017	30 June 2017	
	Company ⁽¹⁾	Biztrak ⁽²⁾	Actual Subscription ⁽³⁾
	\$	\$	\$
CURRENT ASSETS			
Cash assets ⁴	211,177	74,834	5,372,015
Trade and other receivables	11,587	505,937	517,524
TOTAL CURRENT ASSETS	222,764	580,771	5,889,539
NON CURRENT ASSETS			
Property, plant and equipment	-	83,355	83,355
Intangible assets ⁵	-	530,781	530,781
TOTAL NON CURRENT ASSETS	-	614,137	614,137
TOTAL ASSETS	222,764	1,194,907	6,503,676
CURRENT LIABILITIES			
Trade and other payables	430,324	75,495	255,819

	Historical Consolidated		Pro-Forma Consolidated
	Statement of financial position		Statement of financial position
	30 June 2017	30 June 2017	
	Company ⁽¹⁾	Biztrak ⁽²⁾	Actual Subscription ⁽³⁾
	\$	\$	\$
Borrowings	-	143,356	143,356
TOTAL CURRENT LIABILITIES	430,324	218,851	399,175
NON CURRENT LIABILITIES			
Borrowings	-	247,989	247,989
TOTAL NON-CURRENT LIABILITIES	-	247,989	247,989
TOTAL LIABILITIES	430,324	466,840	647,164
NET ASSETS	(207,560)	728,068	5,856,512
EQUITY			
Issued capital ⁶	8,612,733	1,407,853	9,828,061
Accumulated losses	(8,820,293)	(679,785)	(3,971,549)
TOTAL EQUITY	(207,560)	728,068	5,856,512

Notes:

- Column 1 represents the audit reviewed historical consolidated statement of financial position of the Company as at 30 June 2017.
- Column 2 represents the audited historical consolidated statement of financial position of Biztrak as at 30 June 2017.
- Column 3 represents the pro forma consolidated statement of financial position of the Company assuming:
 - the acquisition of 100% of Biztrak for a consideration of 30 million Shares at an issue price of \$0.20 per Share. Under the reverse acquisition accounting standard requirements, the consolidated financial statements of the legal parent (the Company) are presented as a continuation of the financial statements of the main private operating entity (Biztrak). Applying the reverse acquisition accounting principles, a cost of listing of \$3,323,216 has been calculated for the transaction and recorded against accumulated losses;
 - subscriptions of \$5,616,004 received, less estimated associated costs to be satisfied in cash for the raise of \$530,000. Cash costs of the Public Offer have been allocated as \$415,000 to contributed equity relating to the issue of Shares and \$115,000 to accumulated losses;
 - Events occurring subsequent to 30 June 2017 and as part of the Prospectus in the merged entity, including:
 - \$350,000 Convertible Note proceeds received prior to 30 June 2016 and converted into equity as part of the relisting at \$0.10 per Share, as per the terms of the Convertible Note Agreements;
 - 1,666,667 shares issued to Directors in lieu of directors fees included in payables as at 31 December 2016, totalling \$250,000. The deemed value of the Shares is \$333,333 based on the offer price of \$0.20 per Share. The balance of \$83,333 has been recorded against accumulated losses as a share based payment;

- (iii) 2,250,000 incentive Shares issued to two Directors and management at the offer price of \$0.20 per Share, totalling \$450,000 recorded against issued capital and accumulated losses;
- (iv) 1,750,000 Shares issued to the nominees of the lead manager at the offer price of \$0.20 per Share, totalling \$350,000 recorded against issued capital.

4. Cash assets comprise the following:

	\$
Cash balance from the Company, 30 June 2017	211,177
Cash balance from Biztrak, 30 June 2017	74,834
Public Offer proceeds	5,616,004
Public Offer costs	(530,000)
Cash as per pro forma statements of financial position	5,372,015

5. Intangible assets comprise capitalised costs associated with Biztrak's business management solutions software and intellectual property rights. It primarily relates to capitalised software source code expenditure, plus capitalised software distribution rights, intellectual property rights and computer software. All amounts are subject to amortisation with the exception of computer software, which is deemed to be work in progress and will be amortised from the date of completion and commencement of use.

6. Issued capital is calculated as follows:

	No. of Shares	\$
Number of Shares currently on issue	6,411,613	8,612,733
Conversion of Convertible Notes to Shares *	3,500,000	-
<i>Biztrak Transaction:</i>		
Shares issued to Biztrak Shareholders	30,000,000	6,000,000
Shares issued to Directors in lieu of fees	1,666,667	333,333
Shares issued to brokers and advisors as consideration for services	1,750,000	350,000
Brokers and advisors costs to issued capital		(350,000)
Incentive Shares issued	2,250,000	450,000
Reverse acquisition accounting entry	-	(10,769,009)
Total Shares on issue post Biztrak Acquisition	45,578,280	-
<i>The Public Offer:</i>		
Capital Raising	28,080,021	5,616,004
Cash Public Offer costs attributed to equity	-	(415,000)
Total Shares issued post Biztrak Acquisition and Public Offer	73,658,301	9,828,061

* Proceeds received prior to 30 June 2017 of \$350,000 already reflected in Issued Capital.

For and on behalf of Cape Range Limited

Michael Higginson
Director/Company Secretary