



2 February 2016

Australian Stock Exchange
Level 40, Central Park
152 – 158 St Georges terrace,
Perth, WA. 6000.

Market Update

The following update is provided to the market by way of additional explanation to the recently released Appendix 4C, and to provide update on the Company's activities moving forward. This is as there are a number of cashflow items shown which are one off in nature or whereby the Company has reduced them substantially moving forward into the future.

Appendix 4C

1. The quarterly cost associated with the provision of financial services of \$326,000 includes a one off payment of \$120,000 associated with the termination of a former consultant's services. There were also additional costs associated with this termination.

The figure also includes certain consulting expenses which have been reviewed and reduced, or where the consultant has been moved more to a commission basis.

2. The total year to date figure of \$751,000 in corporate and administration includes a number of one off costs associated with the listing of the Company on 29 June 2015.
3. The Company during the quarter has reduced much of its proprietary trading recognizing the significant downturn in Asian markets. The quarterly does however indicate investment of an additional \$260,000 in non-listed entities. The Board has made some strategic seed investments in Company's moving towards IPO through the next 6 months.

The report shows that the company has invested a total of \$2.83M in strategic situations that it will be able to realize as markets improve and as and when it may need to.

4. The Company has liquidated some of its portfolio, returning \$200,000 as indicated.
5. The Company has previously advised of the return of approximately \$450,000 in capital that had previously been securing Hanhong's SFC licences. This is shown in the quarterly as a deposit on call of \$445,000. These funds are shown as a restricted deposit on call but are available to the Company.
6. Section 3.1 of the Appendix 4C shows fully drawn down facilities of \$1,910,000. These facilities relate to:



- A facility of \$1.52M associated with the Company's offices at Broadbeach, Queensland. The Company has accepted an offer of \$2.3M on this property, which is scheduled to settle on 23rd February, thereby releasing some \$780,000 to the Company.
- The balance of \$390,000 is associated with a swap facility that is supported by scrip in a proprietary trading account.

Expansion

The Company continues to move forward with the proposed acquisition of MEJority Securities Limited in Hong Kong, and anticipates finalizing the transaction towards the end of this month following a final due diligence meeting in Hong Kong during the second half of the month.

The Company is in ongoing discussions with financial service providers as it continues to seek to implement its plans of a pan Australasian financial services Company.

END