

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

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

Name of entity

99 Wuxian Limited

ABN

164 764 729

Quarter ended ("current quarter")

30 June 2014

Consolidated statement of cash flows

| Cash flows related to operating activities | | Current quarter RMB | Year to ended 30 June 2014 RMB |
|--|---|------------------------|--------------------------------------|
| 1.1 | Receipts from customers | 255,153,939 | 315,598,302 |
| 1.2 | Payments for (a) staff costs | (8,009,855) | (14,929,150) |
| | (b) advertising and marketing | (29,340,177) | (29,340,625) |
| | (c) research and development | (2,103,338) | (2,103,338) |
| | (d) leased assets | 5,229,193 | - |
| | (e) other working capital | (255,856,746) | (309,109,452) |
| 1.3 | Dividends received | - | - |
| 1.4 | Interest and other items of a similar nature received | 41,084 | 43,450 |
| 1.5 | Interest and other costs of finance paid | - | - |
| 1.6 | Income taxes paid | - | - |
| 1.7 | Other (deposit refund) | - | - |
| Net operating cash flows | | (34,885,899) | (39,840,813) |

+ See chapter 19 for defined terms.

Appendix 4C
Quarterly report for entities
admitted on the basis of commitments

| | Current quarter RMB | Year to ended 30 June 2014 RMB |
|--|------------------------|--------------------------------------|
| 1.8 Net operating cash flows (carried forward) | (34,885,899) | (39,840,813) |
| Cash flows related to investing activities | | |
| 1.9 Payment for acquisition of: | | |
| (a) businesses (item 5) | - | - |
| (b) equity investments | - | - |
| (c) intellectual property | (28,547) | (54,658) |
| (d) physical non-current assets | (183,999) | (324,671) |
| (e) other non-current assets | | |
| 1.10 Proceeds from disposal of: | | |
| (a) businesses (item 5) | - | - |
| (b) equity investments | - | - |
| (c) intellectual property | - | - |
| (d) physical non-current assets | - | - |
| (e) other non-current assets | - | - |
| 1.11 Loans to other entities | 125,634 | 125,634 |
| 1.12 Loans repaid by other entities | | |
| 1.13 Other (amount due from a director) | | |
| Net investing cash flows | (86,912) | (253,695) |
| 1.14 Total operating and investing cash flows | (34,972,811) | (40,094,508) |
| Cash flows related to financing activities | | |
| 1.15 Proceeds from issues of shares, options, etc. | - | - |
| 1.16 Proceeds from sale of forfeited shares | - | - |
| 1.17 Proceeds from borrowings | - | - |
| 1.18 Repayment of borrowings | - | - |
| 1.19 Dividends paid | - | - |
| 1.20 Other (provide details if material) | - | - |
| Net financing cash flows | - | - |
| Net increase in cash held | (34,972,811) | (40,094,508) |
| 1.21 Cash at beginning of quarter/year to date | 57,211,972 | 59,721,007 |
| 1.22 Exchange rate adjustments to item 1.20 | 230,430 | 2,843,092 |
| 1.23 Cash at end of quarter | 22,469,591 | 22,469,591 |

+ See chapter 19 for defined terms.

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

| | | Current quarter RMB |
|------|---|------------------------|
| 1.24 | Aggregate amount of payments to the parties included in item 1.2 | 240,000 |
| 1.25 | Aggregate amount of loans to the parties included in item 1.11/1.13 | - |

1.26 Explanation necessary for an understanding of the transactions

1.24 refers to directors fee and salary for the period

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

N/A

2.2 Details of outlays made by other entities to establish or increase their share in businesses in which the reporting entity has an interest

N/A

Financing facilities available

Add notes as necessary for an understanding of the position.

| | Amount available RMB | Amount used RMB |
|---------------------------------|-------------------------|--------------------|
| 3.1 Loan facilities | - | - |
| 3.2 Credit standby arrangements | - | - |

+ See chapter 19 for defined terms.

Appendix 4C
Quarterly report for entities
admitted on the basis of commitments

Reconciliation of cash

| Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows. | | Current quarter RMB | Previous quarter RMB |
|---|--------------------------|------------------------|-------------------------|
| 4.1 | Cash on hand and at bank | 22,469,591 | 57,211,972 |
| 4.2 | Deposits at call | - | - |
| 4.3 | Bank overdraft | - | - |
| 4.4 | Other (provide details) | - | - |
| Total: cash at end of quarter (item 1.23) | | 22,469,591 | 57,211,972 |

Acquisitions and disposals of business entities

| | Acquisitions (Item 1.9(a)) | Disposals (Item 1.10(a)) |
|-----|---|-----------------------------|
| 5.1 | Name of entity | N/A |
| 5.2 | Place of incorporation or registration | N/A |
| 5.3 | Consideration for acquisition or disposal | N/A |
| 5.4 | Total net assets | N/A |
| 5.5 | Nature of business | N/A |

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act (except to the extent that information is not required because of note 2) or other standards acceptable to ASX.
- 2 This statement does /does not* (*delete one*) give a true and fair view of the matters disclosed.



Sign here: Date: 31 July 2014
 Company secretary

Print name: Nathan Bartrop

+ See chapter 19 for defined terms.

Notes

1. **Item 1.1** Following payment of monies due to Shanghai Handpay Information & Technology Co. Ltd (Handpay) under the Handpay Services Agreement (refer to page 39 of the Company's Prospectus lodged with the ASIC on 23 August 2013) 99 Wuxian Ltd (the Company) secured beneficial entitlement to the net revenue earned from the operations of the 99wuxian.com mobile online marketplace (net revenue is defined to include Handpay's ongoing service fee of 10% of gross revenue).

The Company generates cash from operations in its own right as some contracts with business partners have now been transferred from Handpay to the Company. All new contracts with business partners are entered into by the Company. Some of the current business partners are significant Chinese enterprises, and making changes to contracts will take some time. Handpay continues to collect those revenues on behalf of the Company. The Company will negotiate with business partners before contracts are due to expire, so that any expiring contracts entered into with Handpay will be renewed by the Company in lieu of Handpay.
2. **Item 1.2** During the time the matters referred to in note 1 above are being resolved, Handpay continues to fund some of the operational costs of the 99wuxian.com platform from revenue collected on behalf of the Company. These costs are identified in Handpay's records as belonging to the Company and will be deducted from amounts owed to the Company by Handpay. The Company has commenced to incur some costs directly, and these are the costs are disclosed at item 1.2. Amounts disclosed under Item 1.2 (e) are primarily purchases of items for supply to customers.
3. The definitions in, and provisions of, IAS 7: Statement of Cash Flows applies to this report except for any additional disclosure requirements requested by IAS 7 that are not already itemised in this report.
4. The Company has adopted accounting policies that comply with International Financial Reporting Standards (IFRS) and the figures in this report are prepared in accordance with all applicable IFRS. The figures disclosed in the report are in Chinese Renminbi (RMB), the official currency of The People's Republic of China, which is the home currency of the Company.

+ See chapter 19 for defined terms.