

Suite 1.03, Level 1  
46a Macleay St  
Potts Point NSW 2011  
Australia  
Ph +61 2 80054109  
FAX: +61 2 9252 8960

28 April 2015

Company Announcements Office  
Australian Stock Exchange Limited  
20 Bridge Street  
Sydney, NSW, 2000

Dear Sirs,

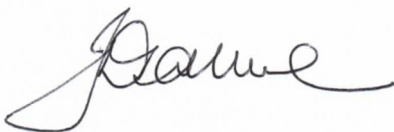
**Appendix 4C – Quarter Ended 31 March 2015**

We refer to the release made by the Company to the ASX on 20 April 2015 under the heading “Appendix 4C – Quarter Ended 31 March 2015”.

Attachment 4 in that release included Appendix 4C. The format adopted in the submitted Appendix is consistent with the requirements of AASB107 “Statement of Cash Flows” and the Cash Flow Statement to be disclosed in the Company’s annual and half year reports. An unaudited Cash Flow Statement in this format will continue to be disclosed in the letter that accompanies each Appendix 4C quarterly cash flow report.

However, Appendix 4C will in future be submitted in the format as required by Paragraph 4.7B of Chapter 4 of the ASX listing rules. The amended Appendix 4C below is reported in the format as required by the relevant ASX rule.

Yours Sincerely

A handwritten signature in black ink, appearing to read 'John Talbot', with a stylized, flowing script.

John Talbot  
Company Secretary



# QUARTERLY UNAUDITED CASHFLOW - APPENDIX 4C

for the Period Ended 31 March 2015

## **Magontec Limited**

ABN: 51 010 441 666  
Registered & Principal Office:  
Suite 1.03, Level 1  
46 Macleay St,  
Potts Point, NSW 2011  
Australia

**Tel:** +61 2 8005 4109  
**Fax:** +61 2 9252 8960  
**Website:** [www.magontec.com](http://www.magontec.com)  
**Email:** [Corporate@magontec.com](mailto:Corporate@magontec.com)

## **Non-Executive Directors** (as at 31 March 2015)

Zhongjun Li  
Kangmin Xie  
Andre Labuschagne

## **Independent Directors** (as at 31 March 2015)

Robert Shaw  
Robert Kaye

## **Management Team**

Nicholas Andrews  
*Executive Chairman*

John Talbot  
*Chief Financial Officer & Company Secretary*

## **Issued Capital** (as at 31 March 2015)

**Ordinary Shares** (ASX Code MGL)  
1,115,043,832 fully paid Ordinary shares on issue

**Options:** Nil

## **Substantial Shareholders**

<b>Major Shareholders</b>	<b>No. of shares</b>	<b>Percent</b>
Qinghai Salt Lake Magnesium Industry Limited	330,535,784	29.64
Straits Mine Management Pty Limited	164,818,355	14.78
J P Morgan Nominees Australia Limited	106,919,371	9.59
Citicorp Nominees Pty Limited	89,481,923	8.03
KWE(HK)Investment Development Co Limited	55,797,298	5.00

## **Share Registry Services**

Boardroom Pty Limited  
Level 7, 207 Kent St  
Sydney NSW 2000

### **Postal:**

GPO Box 3993  
Sydney NSW 2001

**Tel:** 1300 737 760 or

**International:** +61 2 9290 9600

**Fax:** 1300 653 459

**Website:** <http://www.boardroomlimited.com.au>

The current share price can be obtained from the ASX Website

# Appendix 4C

## Quarterly Report

Introduced 31/3/2000. Amended 30/9/2001.

Name of entity

Magontec Limited

ABN

51 010 441 666

Quarter ended ("current quarter")

31 March 2015

### Consolidated statement of cash flows

Cash flows related to operating activities	Quarter Ended 31 Mar 15	3 Months to 31 Mar 15
	\$A'000	\$A'000
1.1 Receipts from customers <sup>(1)</sup>	32,301	32,301
1.2 Payments for -		
(a) staff costs	(1,486)	(1,486)
(b) advertising and marketing	(10)	(10)
(c) research and development	(109)	(109)
(d) leased assets		
(e) other working capital <sup>(2)</sup>	(35,592)	(35,592)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	16	16
1.5 Interest and other costs of finance paid	(296)	(296)
1.6 Income taxes paid	(11)	(11)
1.7 Other (provide details if material)		
<b>Net operating cash flows</b>	<b>(5,186)</b>	<b>(5,186)</b>

1. Net of movement in trade debtors.

2. Payment to suppliers & funding of net working capital assets other than trade debtors.

		<b>Quarter Ended 31 Mar 15 \$A'000</b>	<b>3 Months to 31 Mar 15 \$A'000</b>
1.8	Net operating cash flows (carried forward)	(5,186)	(5,186)
	<b>Cash flows related to investing activities</b>		
	Payment for acquisition of:		
	(a) businesses (item 5)		
	(b) equity investments		
1.9	(c) intellectual property		
	(d) physical non-current assets	(878)	(878)
	(e) other non-current assets		
	Proceeds from disposal of:		
	(a) businesses (item 5)		
1.1	(b) equity investments		
	(c) intellectual property		
	(d) physical non-current assets		
	(e) other non-current assets		
1.11	Loans to other entities		
1.12	Loans repaid by other entities		
1.13	Other (provide details if material) <sup>(3)</sup>	839	839
	<b>Net investing cash flows</b>	<b>(39)</b>	<b>(39)</b>
<b>1.14</b>	<b>Total operating and investing cash flows</b>	<b>(5,226)</b>	<b>(5,226)</b>
	<b>Cash flows related to financing activities</b>		
1.15	Proceeds from issues of shares, options, etc.		
1.16	Proceeds from sale of forfeited shares		
1.17	Proceeds from borrowings	2,576	2,576
1.18	Repayment of borrowings		
1.19	Dividends paid		
1.2	Other (provide details if material)	(2)	(2)
	<b>Net financing cash flows</b>	<b>2,574</b>	<b>2,574</b>
	<b>Net increase (decrease) in cash held</b>	<b>(2,651)</b>	<b>(2,651)</b>
1.21	Cash at beginning of quarter/year to date	6,435	6,435
1.22	Exchange rate adjustment on foreign currency translation	304	304
1.23	<b>Cash at end of quarter</b>	<b>4,088</b>	<b>4,088</b>

3. Refund of security deposit

## Payments to directors of the entity and associates of the directors

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

	Quarter Ended 31 Mar 15 \$'000
1.24 Aggregate amount of payments to the parties included in item 1.2	\$35,000
1.25 Aggregate amount of loans to the parties included in item 1.11	Nil

### 1.26 Explanation necessary for an understanding of the transactions

1. Refer Executive Chairman's Commentary in Attachment 1 of release to ASX dated 20 April 2015.
2. Refer Cash Flow Statement in Attachment 4 of release to ASX dated 20 April 2015 prepared on the basis of AASB107 "Statement of Cash Flows".

## 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

Nil

### 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

Nil

## Financing facilities available

*Add notes as necessary for an understanding of the position.*

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	6,446	6,173
3.2 Credit standby arrangements	22,170	15,518

## 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.		Quarter Ended 31 Mar 15 \$'000	Previous Quarter \$'000
4.1	Cash on hand and at bank	4,088	4,088
4.2	Deposits at call		
4.3	Bank overdraft		
4.4	Other (provide details)		
<b>Total: cash at end of quarter</b> (item 1.23)		<b>4,088</b>	<b>4,088</b>

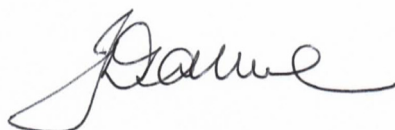
## Acquisitions and disposals of business entities

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

## Compliance statement

- The values input in this statement have 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.
- This statement does /does not\* (delete one) give a true and fair view of the matters disclosed.

Sign here:



Date: 28 April 2015

(Director/Company secretary)

Print name:

John Talbot

## 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 wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
2. The definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report except for any additional disclosure requirements requested by AASB 107 that are not already itemised in this report.
3. **Accounting Standards.** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.