

ASX Announcement

31 July 2015

Appendix 4C

Attached is the Appendix 4C for Invigor Group Limited (ASX: IVO) ("the Company") for the six month period ended 30 June 2015. This should be read in conjunction with the Company Update released on 14 July 2015.

The Company had a cash balance of \$0.5 million at 30 June 2015 and \$1.0 million of funding available to it at that date under convertible note facilities entered into during the period.

Subsequent to 30 June 2015, the Company has received \$0.5 million in R&D grants and currently expects to collect the MVID and KIT digital receivables during the second half of 2015. Up to \$570,000 is expected to be collected from MVID¹ and approximately \$1.1 million from KIT digital².

For further information, please contact:

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Executive Chairman
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About Invigor Group Limited

Invigor Group is a leading information technology and digital solutions company. It specialises in innovative business intelligence, big data solutions for businesses and consumers which are supported by strategic consulting, development and marketing services. Invigor delivers its cloud based solutions to a broad range of clients including: retailers, brands, mobile network providers, local and state governments, advertising and media agencies.

1. The Deed of Company Arrangement entered into by MVID specifies that \$380,000 is the minimum amount to be paid to Invigor as Secured Creditor.
2. Actual amount of Invigor's claims admitted is US\$1.59 million. The amount which will be received is subject to the quantum of funds available to the Official Committee of Unsecured Creditors of KIT digital, Inc.

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Name of entity

Invigor Group Limited

ABN

75 081 368 274

Quarter ended ("current quarter")

30 June 2015

Consolidated statement of cash flows

		Current quarter	Year to date (6 months)
		\$A'000	\$A'000
Cash flows related to operating activities			
1.1	Receipts from customers	208	1,529
1.2	Payments for		
	(a) staff costs	(1,071)	(1,869)
	(b) advertising and marketing	(29)	(42)
	(c) research and development	-	-
	(d) leased assets	(13)	(19)
	(e) other working capital	(1,117)	(1,774)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	-	2
1.5	Interest and other costs of finance paid	(53)	(104)
1.6	Income taxes paid (refund received)	-	361
1.7	Other (provide details if material)	-	-
Net operating cash flows		(2,074)	(1,918)

	Current quarter	Year to date
	\$A'000	\$A'000
1.8 Net operating cash flows (carried forward)	(2,074)	(1,918)
Cash flows related to investing activities		
1.9 Payment for acquisition of:		
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	(11)	(61)
(e) other non-current assets - convertible notes acquired	-	(1,278)
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	-	-
1.12 Loans repaid by other entities	-	-
1.13 Other (provide details if material)	(70)	(70)
Net investing cash flows	(81)	(1,409)
1.14 Total operating and investing cash flows	(2,155)	(3,326)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	5	5
1.16 Proceeds from sale of forfeited shares	-	-
1.17 Proceeds from return of Guarantees	-	-
1.18 Repayment of Debts	-	-
1.19 Dividends paid	-	-
1.20 Other - proceeds from issue of convertible notes	2,700	2,700
1.20 Other - capital raising costs	-	-
1.20 Other - repayment of borrowings from director related parties	(215)	(215)
1.20 Other - borrowings from director related parties	125	215
Net financing cash flows	2,615	2,705
Net increase (decrease) in cash held	460	(621)
1.21 Cash at beginning of quarter/year	(5)	1,077
1.22 Exchange rate adjustments to item 1.20		
1.23 Cash at end of quarter	455	455

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 \$A'000
1.24 Aggregate amount of payments to the parties included in item 1.2	326
1.25 Aggregate amount of loans to the parties included in item 1.11	
1.26 Explanation necessary for an understanding of the transactions	
Includes payments made under service agreements to entities associated with Gary Cohen and payment of directors' fees and executive directors' remuneration	

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

INVESTING ACTIVITIES: Invigor announced on 29 June 2015 a \$1.75m licence fee arrangement with TUXXE Pty Ltd for the Social Loot technology. The fee remained receivable at 30 June 2015 and is expected to be settled by Invigor receiving shares in TUXXE. Further detail are contained in the ASX announcement.

FINANCING ACTIVITIES: Convertible Notes of \$0.3m have been issued to certain of the vendors of the Global Group under the facility announced on 13 May 2015 and approved by shareholders on 14 July 2015. The issue of these notes has reduced the amount of the deferred purchase price payable on the acquisition of Global Group Australia Pty Ltd.

- 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

None

Financing facilities available

	Amount available \$A'000	
3.1 Loan facilities	1,100,000	\$1.0m available under convertible note facilities; \$0.1m available under bank overdraft facility
3.2 Credit standby arrangements	-	

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 \$A'000	
4.1 Cash on hand and at bank	455	
4.2 Deposits at call	0	
4.3 Bank overdraft	-	
4.4 Other (Term deposits)	-	
Total: cash at end of quarter (item 1.21)	455	

Acquisitions and disposals of business entities

	Acquisitions	
5.1 Name of entity		
5.2 Place of incorporation or registration		
5.3 Consideration for acquisition or disposal		
5.4 Total net assets		
5.5 Nature of business		

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 give a true and fair view of the matters disclosed.

Sign here:



Gregory Cohen, Director

Date: 31 July 2015