ASX Market Announcements
ASX Limited
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Melbourne VIC 3000

Quarterly Cash Flow Report to 31 March 2016

Attached is Adherium Limited's quarterly cash flow report (Appendix 4C) for the period to 31 March 2016.

The cash flows presented are in line with the Company's expectations for the quarter. Highlights in the period included the establishment of operations in the United States and Europe and the appointment Mr James Hattersley and Mr John Tarplee as Senior VP Business Development in each market respectively.

Adherium is moving its financial year end to 30 June and accordingly a further quarter's cash flow to 30 June 2016 will be incorporated into the reported annual results.

Yours faithfully

Rob Turnbull
Joint Company Secretary

ASX: ADR

ABN
24 605 352 510

Company Overview
Adherium is a global leader in digital health technologies which address sub optimal medication use in chronic disease.

Directors
Dr J Doug Wilson (Chair)
Mr Garth Sutherland (Group CEO)
Prof John Mills
Mr Jeremy Curnock Cook
Mr Bruce McHarrie
Mr Bryan Mogridge
Dr Bill Hunter

Joint Company Secretaries
Mr Rob Turnbull
Ms Bronwyn Le Grice

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Rule 4.7B

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

Adherium Limited

ABN	Quarter ended ("current quarter")
24 605 352 510	31 March 2016

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter $A'000	Year to date (12 months) $A'000
1.1	Receipts from customers	140	588
1.2	Payments for		
	(a) staff costs	(672)	(1,943)
	(b) advertising and marketing	-	-
	(c) research and development	(289)	(705)
	(d) leased assets	-	-
	(e) other working capital	(1,078)	(4,377)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	155	424
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	(8)	(15)
1.7	Other (provide details if material) - grants received	21	82
	Net operating cash flows	**(1,731)**	**(5,946)**

+ See chapter 19 for defined terms.

		Current quarter $A'000	Year to date (12 months) $A'000
1.8	Net operating cash flows (carried forward)	**(1,731)**	**(5,946)**
	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	(56)	(233)
	(e) other non-current assets	(32)	(143)
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	-	-
	Net investing cash flows	**(88)**	**(376)**
1.14	**Total operating and investing cash flows**	**(1,819)**	**(6,322)**
	Cash flows related to financing activities		
1.15	Proceeds from issues of shares, options, etc.	57	35,356
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)		
	- Capital raising costs	-	(3,471)
	- Convertible note issue costs	-	(43)
	Net financing cash flows	**57**	**31,842**
	Net increase (decrease) in cash held	**(1,762)**	**25,520**
1.21	Cash at beginning of quarter/year to date	30,780	3,468
1.22	Exchange rate adjustments	(159)	(129)
1.23	**Cash at end of quarter**	**28,859**	**28,859**

+ 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 $A'000
1.24	Aggregate amount of payments to the parties included in item 1.2	51
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

Payment of directors' fees.

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

In August 2015 Convertible Notes with a fair value of NZ$2,455,000 converted to ordinary shares on confirmation of admission to the official list of the ASX.

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

Not applicable

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	Nil	Nil
3.2	Credit standby arrangements	Nil	Nil

+ See chapter 19 for defined terms.

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	Previous quarter $A'000
4.1	Cash on hand and at bank	212	181
4.2	Deposits at call	28,647	30,599
4.3	Bank overdraft	-	-
4.4	Other (provide details)	-	-
	Total: cash at end of quarter (item 1.23)	28,859	30,780

Acquisitions and disposals of business entities

		Acquisitions *(Item 1.9(a))*	Disposals *(Item 1.10(a))*
5.1	Name of entity	Not applicable	Not applicable
5.2	Place of incorporation or registration	Not applicable	Not applicable
5.3	Consideration for acquisition or disposal	Not applicable	Not applicable
5.4	Total net assets	Not applicable	Not applicable
5.5	Nature of business	Not applicable	Not applicable

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: .... Date: 29th April 2016

Print name: Rob Turnbull, CFO & Joint Company secretary

+ See chapter 19 for defined terms.

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.