

29 July 2016

Market Announcements
Australian Securities Exchange
Level 5, 20 Bridge Street
Sydney NSW 2000

Dear Sir/Madam

APPENDIX 4C Commentary

BGD Corporation Ltd (ASX: **BGD**) (**BGD** or the **Company**) is pleased to today release its final Appendix 4C Cashflow Report for the 2016 Financial Year.

Acquisition of Modern Medical Group and Re-Quotation on ASX

During the Quarter, BGD completed the acquisition of Modern Medical and was re-quoted on ASX from 11 April 2016. The Company's June 2016 Quarter operating receipts of \$3.15 million reflect the strong revenues generated by the Modern Medical business, with a healthy net operating cash flow of \$708k.

Potential Future Acquisitions

In the Company's announcement of 23 June 2016 titled 'Potential Acquisition Update', BGD advised it is considering five potential acquisitions, subject of exclusivity arrangements, in the Allied Health and Medical (AHM) industry. The Board is extremely pleased with the progress in respect each of the 5 potential acquisitions and will provide further announcements as completed proposals are agreed, however cautions that it is not party to any legally binding acquisition agreements at this point in time.

The Company's announcement of 23 June set out key corporate processes that would be undertaken in the event the potential acquisitions are concluded; these corporate processes include seeking shareholder approval for the potential transactions and recompliance with Chapters 1 and 2 of the ASX Listing Rules. The Company currently envisages that these processes will be completed towards late November 2016.

Executive Appointments

During the Quarter, the Company welcomed Dr Todd Cameron (Alternate Mr Jeremy Kirkwood) to the Board and Mr Justin Walter as Chief Executive Officer.

BGD's Chief Executive Officer, Mr Justin Walter, said:

'We are pleased that the Company's initial acquisition in the health and allied care sector, Modern Medical, is performing to expectation and has integrated well into BGD. Moving forward, the team is working on a range of complimentary acquisitions that are expected to deliver further growth and opportunity to the Company.'

JUSTIN WALTER
CHIEF EXECUTIVE OFFICER
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Disclaimer This announcement may contain certain forward-looking statements. Words 'anticipate', 'intend', 'likely', 'should', 'could', 'may', 'target', 'plan' and other similar expressions are intended to identify forward-looking statements. Indications of, and guidance on, future earnings and financial position and performance are also forward-looking statements. Such forward-looking statements are not guarantees of future performance, and involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of BGD, its officers, employees, agents and associates, which may cause actual results to differ materially from those expressed or implied in such forward-looking statements. Actual results, performances or outcomes may differ materially from any projections or forward-looking statements or the assumptions on which those statements are based, which include changes in market conditions, demand for BGD's product and services, future exchange rate fluctuations, technology advances and capital requirements. You should not place any undue reliance on forward-looking statements and neither BGD nor its directors, officers, employees or agents assume any responsibility to update such information.

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

BGD Corporation Limited (formerly Boulder Steel Limited)

ABN

98 008 624 691

Quarter ended ("current quarter")

30 June 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	3,159	3,159
1.2 Payments for (a) staff costs	(534)	(534)
(b) advertising and marketing		
(c) research and development		
(d) leased assets	(12)	(12)
(e) other working capital	(1,832)	(2,285)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	17	25
1.5 Interest and other costs of finance paid	(11)	(11)
1.6 Income taxes paid		
1.7 Other (Net GST)	(79)	(117)
Net operating cash flows	708	225

+ See chapter 19 for defined terms.

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

	Current quarter \$A'000	Year to date (12 months) \$A'000
1.8 Net operating cash flows (carried forward)	708	225
1.9 Cash flows related to investing activities		
Payment for acquisition of:		
(a) businesses (item 5)	(1,643)	(1,643)
(b) equity investments		
(c) intellectual property		
(d) physical non-current assets		
(e) other non-current assets (<i>option fee & deposit</i>)	(600)	(600)
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 (<i>transaction costs</i>)	(642)	(975)
Net investing cash flows	(2,885)	(3,218)
1.14 Total operating and investing cash flows	(2,177)	(2,993)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	4,000	4,000
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 (<i>capital raising costs</i>)	(212)	(212)
Net financing cash flows	3,788	3,788
Net increase (decrease) in cash held	1,611	795
1.21 Cash at beginning of quarter/year to date	388	1,204
1.22 Exchange rate adjustments to item 1.20		
1.23 Cash at end of quarter	1,999	1,999

+ 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 1.2 & 1.13	133
1.25	Aggregate amount of loans to the parties included in item 1.11	-
1.26	Explanation necessary for an understanding of the transactions Payments to Directors at commercial rates plus payments to a corporate advisor associated with a Director.	

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
- The Company issued 83,181,818 fully paid ordinary shares at an issue price of \$0.033 to the vendor as part consideration for its acquisition of the business and assets of two Modern Medical clinics in Melbourne, Victoria.
- 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
- NA

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

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

Reconciliation of cash

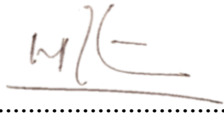
Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.		Current quarter \$A'000	Previous quarter \$A'000
4.1	Cash on hand and at bank	-	-
4.2	Deposits at call	1,999	388
4.3	Bank overdraft	-	-
4.4	Other (provide details)	-	-
Total: cash at end of quarter (item 1.23)		1,999	388

Acquisitions and disposals of business entities

	Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1 Name of entity business	2 x Modern Medical clinics located in Melbourne	Nil
5.2 Place of incorporation or registration	Business and assets only purchased. No legal entity acquired.	
5.3 Consideration for acquisition or disposal	\$1,643k (cash) \$2,745 (scrip)	
5.4 Total net assets	(\$366k)	
5.5 Nature of business	Medical centres located in metropolitan Melbourne	

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: 29 July 2016
 (Company secretary)

Print name: Heath L Roberts

+ 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.

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