

## REPORT FOR THIRD QUARTER FY16

Antaria Limited is a specialist manufacturer and supplier of materials used in the personal care and cosmetic sectors.

Antaria's two primary products are ZinClear™ a transparent zinc oxide based broad spectrum UV absorber for use in the sun care and cosmetics sector and Alusion™ an aluminium oxide pigment with applications in cosmetics products.

Antaria services its international customer-base via a global network of distributors.

### ASX: ANO

#### Directors

Rade Dudurovic (Chairman)  
Lev Mizikovsky  
Geoff Acton

#### Company Secretary

Geoff Acton

### Quarterly Overview

- Cash flow from operations for the March 2016 quarter was a positive \$481,739 which compares favourably to \$413,822 for the prior corresponding quarter.
- As foreshadowed in the second quarter report FY16, the collection of approximately \$500,000 of the receivables balance has contributed to the positive cash flow position as at 31 March 2016.
- Antaria's cash balance as at 31 March 2016 was \$1,078,489 compared to \$670,675 as at 31 December 2015.
- Demand for the ZinClear™ range of products continues to grow with sales revenue in the quarter growing by 219.92% over the prior corresponding quarter.
- The commercial dispute with Merck KgaA is ongoing and a teleconference between the parties will occur in May 2016. As raised in the 2016 half year accounts, Merck KgaA represents only 10% of our total year to date sales.

### ***For further information, please contact:***

*Rade Dudurovic – Non Executive Chairman*

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ASX ANNOUNCEMENT  
(ASX: ANO)

22 APRIL 2016

## APPENDIX 4C – QUARTERLY REPORT FOR ENTITIES ADMITTED ON THE BASIS OF COMMITMENTS

<b>Name of entity</b>	Antaria Limited
<b>ABN</b>	54 079 845 855
<b>Quarter ended</b>	31 March 2016 ("Current Quarter")

### CONSOLIDATED STATEMENT OF CASH FLOWS

31-Mar-16		Current Quarter (3 months) \$A	Year to date (9 months) \$A
<b>Cash flows related to operating activities</b>			
1.1	Receipts from customers	1,604,206	4,058,765
1.2	Payments for (a) staff costs (excluding R&D staff costs)	(203,320)	(704,029)
	(b) advertising and marketing	(18,737)	(63,668)
	(c) R&D (including staff costs)	(195,461)	(398,693)
	(d) other working capital	(704,984)	(2,494,092)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	35	8,871
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes (R&D credit)	-	207,672
1.7	Other - contract research and development	-	-
1.8	<b>Net operating cash flows</b>	<b>481,739</b>	<b>614,826</b>
<b>Cash flows related to investing activities</b>			
1.9	Payments for acquisition of:		
	(a) businesses (item 5)	-	-
	(b) equity investments	-	-
	(c) intellectual property (including capitalised development costs)	-	-
	(d) physical non-current assets	(1,407)	(35,809)
	(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	-	-

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**CONSOLIDATED STATEMENT OF CASH FLOWS cont.**

		<b>Current Quarter (3 months) \$A</b>	<b>Year to date (9 months) \$A</b>
<b>Cash flows related to investing activities (continued)</b>			
1.11	Loans to other entities	-	-
1.12	Loans repaid by other entities	-	-
1.13	Other	-	-
	<b>Net investing cash flows</b>	(1,407)	(35,809)
<b>1.14</b>	<b>Total operating and investing cash flows</b>	<b>480,332</b>	<b>579,017</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	-	-
1.18	Repayment of borrowings	-	-
1.19	Dividends paid	-	-
1.20	Other - share issue costs	-	-
	<b>Net financing cash flows</b>	-	-
	<b>Net increase (decrease) in cash held</b>	480,332	579,017
1.21	Cash at beginning of quarter/year to date	670,675	608,223
1.22	Exchange rate adjustments to item 1.21	(72,518)	(108,751)
<b>1.23</b>	<b>Cash at end of quarter</b>	<b>1,078,489</b>	<b>1,078,489</b>

## PAYMENTS TO DIRECTORS OF THE ENTITY AND ASSOCIATES OF THE DIRECTORS

## PAYMENTS TO RELATED ENTITIES OF THE ENTITY AND ASSOCIATES OF THE RELATED ENTITIES

### PAYMENTS TO DIRECTORS ETC

#### 1.24 Explanation necessary for an understanding of the transactions and directors fees

##### Summary of Payments

		Current	Year to
	Note	Quarter	Date
Payments to directors - salary & fees	(i)	-	-
Payments to director related entities	(ii)	49,073	154,073
		49,073	154,073

##### (i) Payments to Directors – Salary & Fees

During the quarter Rade Dudurovic, Ron Higham and Lev Mizikovsky were directors of the Company. Mr Ron Higham resigned on 16 March 2016. Mr Mizikovsky does not receive director's fees.

Payments to the non-executive directors are set out in the table below.

		Current	Year to
		Quarter	Date
Non-Executive Directors		49,073	154,073
Executive Directors		-	-
		49,073	154,073

#### Explanation necessary for an understanding of the transactions and directors fees

##### (ii) Payments to Director Related Entities

A summary of payments to director related entities during the current quarter and year to date is set out in the table following:

		Current	Year to
		Quarter	Date
Sequent Corporation P/L		31,250	93,750
Ferenna Pty Ltd		17,823	60,323
		49,073	154,073

Sequent Pty Ltd is a director related entity of Rade Dudurovic and billed Antaria Limited for director's fees (disclosed within item 1.2(a)).

Ferenna Pty Ltd is a director related entity of Ron Higham and bills Antaria for directors fees (disclosed within item 1.2(a)). Mr Ron Higham resigned as a director on 16 March 2016.

Note: Amounts included above exclude payments to directors and associates for reimbursement of expenses incurred on the Company's behalf.

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## 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

Not applicable
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- 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
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## FINANCING FACILITIES AVAILABLE

	Amount Available \$A	Amount Used \$A
3.1 Loan facilities	-	-
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	Previous Quarter \$A
4.1 Cash on hand and at bank	1,072,988	665,097
4.2 Deposits at call	5,501	5,578
4.3 Bank overdraft		
4.4 Other		
<b>Total: cash at end of quarter (item 1.23)</b>	<b>1,078,489</b>	<b>670,675</b>

## ACQUISITIONS AND DISPOSALS OF BUSINESS ENTITIES

	Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
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	-	-

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## 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:



Print name: Geoff Acton  
Company Secretary

Date: 22 April 2016

## 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 1026: Statement of Cash Flows apply to this report except for the paragraphs of the Standard set out below.
  - 6.2 - reconciliation of cash flows arising from operating activities to operating profit or loss
  - 9.2 - itemised disclosure relating to acquisitions
  - 9.4 - itemised disclosure relating to disposals
  - 12.1(a) - policy for classification of cash items
  - 12.3 - disclosure of restrictions on use of cash
  - 13.1 - comparative information
3. Accounting Standards. ASX will accept, for example, the use of International Accounting 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.