

# Appendix 4C

## Monthly 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

Byte Power Group Ltd

ABN

80 009 268 571

Month ended ("current month")

For month of November 2011

### Consolidated statement of cash flows

Cash flows related to operating activities	Current Month (Nov 11) \$A'000	Year to date (5 months) \$A'000
1.1 Receipts from customers	1	53
1.2 Payments for (a) staff costs	-7	-73
(b) advertising and marketing		
(c) research and development		
(d) leased assets		
(e) other working capital	-93	-531
1.3 Dividends received		
1.4 Interest and other items of a similar nature received		
1.5 Interest and other costs of finance paid	-1	-32
1.6 Income taxes paid		
1.7 Other (provide details if material)		-15
<b>Net operating cash flows</b>	<b>-100</b>	<b>-598</b>

+ See chapter 19 for defined terms.

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	<b>Current Month (Nov 11) \$A'000</b>	<b>Year to date (5 months) \$A'000</b>
1.8 Net operating cash flows (carried forward)	-100	-598
<b>Cash flows related to investing activities</b>		
1.9 Payment for acquisition of:		
(a) businesses (item 5)		
(b) equity investments		
(c) intellectual property		
(d) physical non-current assets		
(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		
1.11 Loans to other entities		
1.12 Loans repaid by other entities		
1.13 Other (provide details if material)		
<b>Net investing cash flows</b>		
<b>1.14 Total operating and investing cash flows</b>	<b>-100</b>	<b>-598</b>
<b>Cash flows related to financing activities</b>		
1.15 Proceeds from issues of shares, options, etc.	527	928
1.16 Proceeds from sale of forfeited shares		
1.17 Proceeds from borrowings		527
1.18 Repayment of borrowings	-661	-864
1.19 Dividends paid		
1.20 Other (provide details if material)		
<b>Net financing cash flows</b>	<b>-134</b>	<b>591</b>
<b>Net increase (decrease) in cash held</b>	<b>-234</b>	<b>-7</b>
1.21 Cash at beginning of November 11/year to date	299	72
1.22 Exchange rate adjustments to item 1.20		
1.23 <b>Cash at end of November 11/year to date</b>	<b>65</b>	<b>65</b>

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**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	
1.25	Aggregate amount of loans to the parties included in item 1.11	

1.26 Explanation necessary for an understanding of the transactions

**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

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

**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		
3.2	Credit standby arrangements		

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**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 Month (Nov 11) \$A'000	Previous Month (Oct 11) \$A'000
4.1 Cash on hand and at bank	65	299
4.2 Deposits at call		
4.3 Bank overdraft		
4.4 Other (provide details)		
<b>Total: cash at end of Month</b> (item 1.23)	<b>65</b>	<b>299</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		

**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: 30 December 2011  
 (Company secretary)

Print name: Ethel Lau  
 .....

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## **Notes**

1. The monthly report provides a basis for informing the market how the entity's activities have been financed for the past month 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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## **Commentary**

### **Cash Expenditure**

The Company's negative operating cash flow for the month of November 2011 is higher than normal due to significant payments to various creditors as well as the repayment of loans. As such, the high cash outflow for the month of November is not reflective of the Company's usual monthly operating cash flows. Cash outflow for subsequent months is expected to be lower than the level of cash outflow experienced during the month of November 2011.

### **IT Trading Business**

The Company's trading business has improved in the month of December 2011 contributing an amount of around \$640K to the Group's revenue.

### **Capital Raising**

On 30 November 2011, under a converting loan arrangement, Mr Li Baorong has converted \$526,892 short term loan into 175,630,567 new ordinary shares of the Company at A\$0.003 per share.

The continuation of the Company's capital raising activities as well as shareholder supports will address any negative cash flows in the short to medium term.

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