

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 May 2011

Consolidated statement of cash flows

| Cash flows related to operating activities | Current Month (May 11) \$A'000 | Year to date (11 month) \$A'000 |
|---|--------------------------------------|---------------------------------------|
| 1.1 Receipts from customers | 19 | 560 |
| 1.2 Payments for (a) staff costs | -10 | -125 |
| (b) advertising and marketing | | |
| (c) research and development | | |
| (d) leased assets | | |
| (e) other working capital | -38 | -826 |
| 1.3 Dividends received | | |
| 1.4 Interest and other items of a similar nature received | | |
| 1.5 Interest and other costs of finance paid | | -31 |
| 1.6 Income taxes paid | | |
| 1.7 Other (provide details if material) | | -15 |
| Net operating cash flows | -29 | -437 |

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| | Current Month (May 11) \$A'000 | Year to date (11 month) \$A'000 |
|--|---|--|
| 1.8 Net operating cash flows (carried forward) | -29 | -437 |
| 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 | | |
| (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) | | |
| Net investing cash flows | | |
| 1.14 Total operating and investing cash flows | -29 | -437 |
| Cash flows related to financing activities | | |
| 1.15 Proceeds from issues of shares, options, etc. | | 383 |
| 1.16 Proceeds from sale of forfeited shares | | |
| 1.17 Proceeds from borrowings | | 256 |
| 1.18 Repayment of borrowings | -4 | -204 |
| 1.19 Dividends paid | | |
| 1.20 Other (provide details if material) | | |
| Net financing cash flows | -4 | 435 |
| Net increase (decrease) in cash held | -33 | -2 |
| 1.21 Cash at beginning of May 11/year to date | 103 | 72 |
| 1.22 Exchange rate adjustments to item 1.20 | | |
| 1.23 Cash at end of May 11/year to date | 70 | 70 |

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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 (May 11) \$A'000 | Previous Month (Apr 11) \$A'000 |
|---|--------------------------------------|---------------------------------------|
| 4.1 Cash on hand and at bank | 70 | 103 |
| 4.2 Deposits at call | | |
| 4.3 Bank overdraft | | |
| 4.4 Other (provide details) | | |
| Total: cash at end of Month (item 1.23) | 70 | 103 |

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 June 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

Capital Raising

The Company has completed a placement of 66,666,667 ordinary shares in June 2011 at an issue price of A\$0.003 per share. This amounts to A\$190,000.00 net proceeds to the Company.

The Company continues its ongoing fundraising activities to address working capital requirements in the short to medium term.

Exclusive Distribution Agreement

As released to the market on 14 June 2011, the Company has secured an Exclusive Distribution rights from Bio Photonic Healthcare Sdn Bhd to distribute their health tonics for the Asia Pacific Region.

The Company has appointed Austwell Company Limited as its exclusive reseller for Hong Kong and Macau on 22 June 2011 to develop and penetrate the local market.

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