



## HILLCREST LITIGATION SERVICES LIMITED

### ASX ANNOUNCEMENT

### QUARTERLY REPORT and APPENDIX 4C

28<sup>th</sup> July 2014

Hillcrest Litigation Services Limited (“the Company”) hereby provides the Company’s Quarterly Report and Appendix 4C.

If you have any queries in relation to this matter, please do not hesitate to contact the Company Secretary on (08) 9324 3266.

Yours sincerely

**HILLCREST LITIGATION SERVICES LIMITED**

**Ian Allen**  
Company Secretary

## **HILLCREST'S CURRENT CASE PORTFOLIO**

The Company presently has three funding agreements, being:

### **Computer Accounting & Tax Pty Ltd (In Liquidation)**

HLS has agreed to fund the liquidator of the company in proceedings in the Supreme Court of Western Australia between the company and its directors in relation to the proper entitlement to certain real property and certain monetary amounts.

### **The Bankrupt Estate of Dawson**

HLS has agreed to fund the trustee of the bankrupt estate of Dawson in a claim to recover an amount of approximately \$2,100,000 on the basis that such payment is void as against the trustee under section 121 of the Bankruptcy Act.

### **Prunster v Summers**

HLS has agreed to fund the client in a professional negligence claim against a firm of solicitors.

## Appendix 4C

### *Quarterly report for entities admitted on the basis of commitments*

Name of entity

HILLCREST LITIGATION SERVICES LIMITED

ABN

63 060 094 742

Quarter ended ("current quarter")

30 June 2014

#### Consolidated statement of cash flows

| Cash flows related to operating activities |   | Current quarter<br>\$A'000 | Year to date<br>(12 months)<br>\$A'000 |
|--|---|----------------------------|--|
| 1.1  | Receipts from litigation funding cases                | -                          | 0                                      |
| 1.2  | Payments for  |                            |  |
|  | (a) staff costs                                       | (127)                      | (452)                                  |
|  | (b) advertising and marketing                         | -                          | -                                      |
|  | (c) research and development                          | -                          | -                                      |
|  | (d) leased assets                                     | -                          | -                                      |
|  | (e) other working capital                             | (58)                       | (259)                                  |
|  | (f) litigation funding                                | (60)                       | (331)                                  |
| 1.3  | Dividends received                                    | -                          | -                                      |
| 1.4  | Interest and other items of a similar nature received | 4                          | 35                                     |
| 1.5  | Interest and other costs of finance paid              | -                          | -                                      |
| 1.6  | Income taxes paid                                     | -                          | -                                      |
| 1.7  | Other – payments to ATO                               | (24)                       | (137)                                  |
| <b>Net operating cash flows</b>            |   | <b>(265)</b>               | <b>(1,144)</b>                         |

|  | Current quarter<br>\$A'000 | Year to date<br>(12 months)<br>\$A'000 |
|--|----------------------------|--|
| 1.8 Net operating cash flows (carried forward)       | (265)                      | (1,144)                                |
| <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>(265)</b>               | <b>(1,144)</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 - expenses of capital raising             | -                          | -                                      |
| <b>Net financing cash flows</b>                      | -                          | -                                      |
| <b>Net increase / (decrease) in cash held</b>        | <b>(265)</b>               | <b>(1,144)</b>                         |
| 1.21 Cash at beginning of quarter / year to date     | 1,256                      | 2,135                                  |
| 1.22 Exchange rate adjustments to item 1.20          | -                          | -                                      |
| <b>1.23 Cash at end of quarter</b>                   | <b>991</b>                 | <b>991</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

|   | Current quarter<br>\$A'000 |
|---|----------------------------|
| 1.24 Aggregate amount of payments to the parties included in item 1.2 | (121)                      |
| 1.25 Aggregate amount of loans to the parties included in item 1.11   | -                          |

1.26 Explanation necessary for an understanding of the transactions:

|   |
|---|
| Directors Fees, Salaries and Superannuation |
|---|

## 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

|     |
|-----|
| Nil |
|-----|

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

|     |
|-----|
| Nil |
|-----|

## Financing facilities available

*Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).*

|                                 | Amount available<br>\$A'000 | Amount used<br>\$A'000 |
|---------------------------------|-----------------------------|------------------------|
| 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<br>\$A'000 | Previous quarter<br>\$A'000 |
|---|---------------------------|----------------------------|-----------------------------|
| 4.1   | Cash on hand and at bank  | 657                        | 906                         |
| 4.2   | Deposits at call          | 0                          | 0                           |
| 4.3   | Bank overdraft            | (16)                       | -                           |
| 4.4   | Other – Security deposits | 350                        | 350                         |
| <b>Total: cash at end of quarter</b> (item 1.22)  |                           | <b>991</b>                 | <b>1,256</b>                |

## Acquisitions and disposals of business entities

|   | Acquisitions<br>(Item 1.9(a)) | Disposals<br>(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: .....  
Company Secretary

Date: 28<sup>th</sup> July 2014

Print name: Ian Allen

## 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.