

ASX ANNOUNCEMENT - FOR IMMEDIATE RELEASE – 30 JULY 2009

QUARTERLY CASH FLOW STATEMENT

Swish Group presents its Appendix 4C Cash Flow Statement for the quarter ended 30 June 2009. The Company had net operating cash outflows of \$535,000 during the quarter. The Company had a cash balance of (\$12,000) as at 30 June 2009 and a cash balance of \$96,000 as at 30 July 2009.

The Company completed a rights issue in May 2009 raising \$856,000 and repaid its bank facility of \$257,000. The Company now has no bank borrowings. The Company utilised the funds from the capital raising to expand its sales and marketing business, to continue the growth of its digital music business, particularly in South East Asia, and for working capital.

The Company continues to experience significantly varying cash flows from quarter to quarter due to the nature of its businesses and the timing of receipts and payments. Revenues and earnings are expected to become more consistent following the recent acquisition of the business and assets of the sales and marketing businesses, VBS Australia Pty Ltd and WeConnect Pty Ltd. The Company's sales and marketing business is expected to deliver strong and more consistent revenues and earnings for the Group over the next financial year.

During the quarter, expenditure on the Company's various new media businesses has been significantly reduced in response to the tighter advertising market and the more difficult economic conditions generally and losses incurred by these businesses have been largely eliminated.

In the year ahead the Company will continue to focus on its digital music and sales and marketing businesses which are more mature and capable of generating more consistent revenues and earnings. The Company expects to be cash flow and EBITDA positive in the 2010 financial year.

About Swish Group:

The Swish Group Limited (**ASX codes: SWG, SWGO**) businesses include one of Australia's largest wholesalers of independent digital music, one of Australia's only independent internet TV businesses, a film distribution business, a sales and marketing business and a one of Australia's largest digital signage networks. The Company has a market capitalisation of approximately \$6.5m.

Websites: www.swishgroup.com.au, www.ampheadmusic.com,

Cary Stynes

Managing Director

T: +61 3 8459 5000 M: +61 412 111 821 E: cary.stynes@swishgroup.com.au

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Introduced 31/3/2000. Amended 30/9/2001, 24/10/2005.

Name of entity

The Swish Group Limited

ABN

93 085 545 973

Quarter ended ("current quarter")

30 June 2009

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	2,411	11,297
1.2 Payments for		
(a) staff costs	(998)	(3,273)
(b) advertising and marketing	(2)	(11)
(c) research and development	-	-
(d) leased assets	-	(1)
(e) other working capital	(1,932)	(9,253)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	-	-
1.5 Interest and other costs of finance paid	(14)	(99)
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net operating cash flows	(535)	(1,340)

+ 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)	(535)	(1,340)
1.9 Cash flows related to investing activities		
Payment for acquisition of:		
(a) businesses (item 5)	18	(100)
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	(99)	(102)
(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	(81)	(202)
1.14 Total operating and investing cash flows	(616)	(1,542)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	856	1,384
1.16 Proceeds from sale of forfeited shares	-	-
1.17 Proceeds from borrowings	103	596
1.18 Repayment of borrowings	(257)	(391)
1.19 Dividends paid	-	-
1.20 Other (provide details if material)	-	-
Capital raising costs	(51)	(181)
Net financing cash flows	651	1,408
Net increase (decrease) in cash held	35	(134)
1.21 Cash at beginning of quarter/year to date	(47)	122
1.22 Exchange rate adjustments to item 1.20	-	-
1.23 Cash at end of quarter	(12)	(12)

+ 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 item 1.2	195
1.25	Aggregate amount of loans to the parties included in item 1.11	-

1.26 Explanation necessary for an understanding of the transactions

Repayment of loans and salary to Mr. Cary Stynes.

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

N/A

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

N/A

Financing facilities available

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

		Amount available \$A'000	Amount used \$A'000
3.1	Loan facilities: Equity & convertible note facility	5,000	500
3.2	Credit standby arrangements	-	-

+ See chapter 19 for defined terms.

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	9	-
4.2 Deposits at call	-	-
4.3 Bank overdraft	(21)	(47)
4.4 Other (provide details) (cash held in a separate bank account to secure a bank guarantee in respect of leased office accommodation)	-	-
Total: cash at end of quarter (item 1.23)	(12)	(47)

Acquisitions and disposals of business entities

	Acquisitions <i>(Item 1.9(a))</i>	Disposals <i>(Item 1.10(a))</i>
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 July 2009.....
(Director)

Print name: Cary P. Stynes.....

+ 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 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.

+ See chapter 19 for defined terms.