

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Introduced 31/3/2000. Amended 30/9/2001

Name of entity

PHOSLOCK WATER SOLUTIONS LTD

ABN

88 099 555 290

Quarter ended ("current quarter")

June 2016

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (12 Mths) \$A'000
Cash flows related to operating activities		
1.1 Receipts from customers	753	2,084
1.2 Payments for		
(a) staff costs	(370)	(964)
(b) advertising and marketing	(77)	(230)
(c) research and development	(41)	(60)
(d) working capital	(267)	(729)
(e) inventory/applications	(443)	(1,266)
Dividends received		
1.4 Interest and other items of a similar nature received	0	1
1.5 Interest and other costs of finance paid	(584)	(616)
1.6 Income taxes paid / rebate	(15)	(102)
1.7 Other (provide details if material)	0	0
1.8 Government Grants	0	279
Net operating cash flows	(1,044)	(1,603)

+ See chapter 19 for defined terms.

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	Current quarter \$A'000	Year to date (12 Mths) \$A'000
1.8 Net operating cash flows (carried forward)	(1,044)	(1,603)
Cash flows related to investing activities		
1.9 Payment for acquisition of:		
(a) businesses (item 5)		
(b) equity investments		
(c) intellectual property	(17)	(95)
(d) physical non-current assets	(9)	(17)
(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 from Minority Shareholders		
1.12 Loans repaid by other entities		
1.13 Other (provide details if material)		
Net investing cash flows	(26)	(112)
1.14 Total operating and investing cash flows	(1,070)	(1,715)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, con notes	4,286	4,779
1.16 Proceeds from sale of forfeited shares		
1.17 Proceeds from borrowings	0	725
1.18 Repayment of borrowings	(1,950)	(2,410)
1.19 Dividends paid		
1.20 Other – Capital raising costs	(146)	(146)
Net financing cash flows	2,190	2,948
Net increase (decrease) in cash held	1,120	1,233
1.21 Cash at beginning of quarter/year to date	248	161
1.22 Exchange rate adjustments	(6)	(32)
1.23 Cash at end of quarter	1,362	1,362

+ 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	61
1.25	Aggregate amount of loans to the parties included in item 1.11	-

1.26 Explanation necessary for an understanding of the transactions

During the period \$36,000 was paid as Executive Director salaries and \$25,000 paid as Non-Executive Directors fees.

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

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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

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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	0	0
3.2	Converting Notes maturing 30 June 2017* (subject to shareholder approval)	650	650

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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 quarter \$A'000	Previous quarter \$A'000
4.1 Cash on hand and at bank	637	193
4.2 Deposits at call	670	-
4.3 Bank overdraft	-	
4.4 Other – Term deposit	55	55
Total: cash at end of quarter (item 1.23)	1,362	248

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		

+ See chapter 19 for defined terms.

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: 28th July, 2016

Print name: Robert Schuitema