



GoConnect Limited  
 ACN 089 240 353  
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 Australia  
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29 July 2016

Company Announcement Office  
 Australian Securities Exchange Limited

Dear Sir/Madam

**Re: Appendix 4C Quarterly Report – Q/E 30 June 2016**

The directors of GoConnect Limited (“GCN” or “the Company”) are pleased to present the attached June 2016 quarterly report.

|   | <b>June 16<br/>quarter</b> | <b>June 15<br/>quarter</b> | <b>change</b>  | <b>%</b>     |
|---|----------------------------|----------------------------|----------------|--------------|
| Cash receipts from customers                  | -                          | -                          | -              | -            |
| Proceeds from disposal of equity investment   | 30,000                     | 105,000                    | -75,000        | -71%         |
| Payments for staff costs                      | -14,000                    | -                          | -14,000        | N/A          |
| Payments for other working capital            | -47,263                    | -97,557                    | 50,294         | -52%         |
| <b>Net operating and investing cash flows</b> | <b>-31,263</b>             | <b>7,443</b>               | <b>-38,706</b> | <b>-520%</b> |

|   | <b>June 16<br/>quarter</b> | <b>March 16<br/>quarter</b> | <b>change</b>   | <b>%</b>     |
|---|----------------------------|-----------------------------|-----------------|--------------|
| Cash receipts from customers                  | -                          | -                           | -               | -            |
| Proceeds from disposal of equity investment   | 30,000                     | 375,000                     | -345,000        | -92%         |
| Payments for staff costs                      | -14,000                    | -34,000                     | 20,000          | -59%         |
| Payments for other working capital            | -47,263                    | -162,166                    | 114,903         | -71%         |
| <b>Net operating and investing cash flows</b> | <b>-31,263</b>             | <b>178,834</b>              | <b>-210,097</b> | <b>-117%</b> |

During the June quarter 2016, GCN continued to assist Go Green Holdings on marketing and advice on brand creation. On-going discussions were held with an overseas brand marketing company to establish a branding company targeting the China market. These discussions have led to the establishment together with Global Brand Consulting LLC of Dream Factory VR, a Virtual Reality (“VR”) department store to be launched specializing in celebrity branded products. Discussion on the co-production of a TV show for broadcast to China has led to a partnership with Mr Philip Chan, GCN’s independent director, to co-produce a reality TV talent quest series to search for a brand ambassador to be crowned “Miss Judith” who will represent the Go Green Holdings table grape branded as “Judith”. The TV series is expected to generate additional continuing media income and will enable Go Green Holdings to market its various business brands including “Judith” and “Dream Factory VR” on China's traditional TV and on IPTV including GCN's uctv.fm. The TV series titled “The Perfect Match in search of Judith”,

will be produced in traditional format for satellite TV distribution to a target audience of over 900 million viewers in China towards the end of 2016/early 2017, but it will also be the first TV series to incorporate social networking VR segments for the China market. Go Green Holdings is currently in discussions with a number of VR social networking platforms around the world for strategic partnerships. Go Green Holdings is establishing an equal joint venture company (“JV Company”) for the Greater China market with the JV Company owning the Intellectual property rights to a patent pending technology which significantly enhances the experience of users in VR social networking. When launched towards the end of 2016, this VR technology will be the only one of its kind commercially available in the world. The agreement to establish JV Company is pending and a separate announcement will be made upon its execution.

With the expanding activities in the VR space, Go Green Holdings has decided to incorporate Virtual Reality Creative China Ltd (“VRCC”) in Hong Kong and assemble a board of directors for VRCC with a diverse range of experience in brand creation and marketing, new and traditional media, VR technology, technology investment, and global management skills at the most senior level. VRCC will be 50% owned by Go Green Holdings but VRCC will also have direct minority interests in Dream Factory VR and The Perfect Match TV series. It is also the mid to long term objective of VRCC to own equity stakes in a number of VR technologies.

GCN has continued to offer its Go Green Holdings shares to professional and offshore investors to generate additional working capital, to reduce liabilities, and to finance its expenses in relation to servicing Go Green Holdings. GCN relocated its Australian head office during the June quarter resulting in further reduction in overheads. The expansion of Go Green Holdings business into VR will further improve Go Green Holdings business value while its revenue and earnings will be supported by the sale of the “Judith” brand of black seedless table grapes in the second half of the current financial year.

It is expected that cash flows to be generated by GCN’s interest in Priority One shares expected to be listed during the current half year, by Go Green Holdings, the much reduced overheads of the company relative to the past, and further supported by SIS, will be more than sufficient to support GCN’s cash requirements. It is also expected that Go Green Holdings will generate sufficient revenue during the financial year 2016-17 from its VR businesses and table grape sales to become self-sufficient in its financing before 30 June 2017.

Yours sincerely

Richard Li  
Chairman

# 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

GOCONNECT LIMITED

ABN

14 089 240 353

Quarter ended ("current quarter")

30 June 2016

### Consolidated statement of cash flows

| Cash flows related to operating activities                | Current quarter<br>\$A | Year to date<br>(12 months)<br>\$A |
|---|------------------------|------------------------------------|
| 1.1 Receipts from customers                               | -                      | -                                  |
| 1.2 Payments for  |                        |                                    |
| (a) staff costs   | (14,000)               | (88,200)                           |
| (b) advertising and marketing                             | -                      | -                                  |
| (c) research and development                              | -                      | -                                  |
| (d) leased assets   | -                      | -                                  |
| (e) other working capital                                 | (47,263)               | (361,590)                          |
| 1.3 Dividends received                                    | -                      | -                                  |
| 1.4 Interest and other items of a similar nature received | -                      | -                                  |
| 1.5 Interest and other costs of finance paid              | -                      | -                                  |
| 1.6 Income taxes paid                                     | -                      | -                                  |
| 1.7 Other (provide details if material)                   | -                      | -                                  |
| <b>Net operating cash flows</b>                           | <b>(61,263)</b>        | <b>(449,790)</b>                   |

+ See chapter 19 for defined terms.

**Appendix 4C**  
**Quarterly report for entities**  
**admitted on the basis of commitments**

|   |   | Current quarter<br>\$A | Year to date<br>(12 months)<br>\$A |
|---|---|------------------------|------------------------------------|
| 1.8   | Net operating cash flows (carried forward)      | (61,263)               | (449,790)                          |
| <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                          | 30,000                 | 555,000                            |
|   | (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>30,000</b>          | <b>555,000</b>                     |
| <b>1.14</b>                                       | <b>Total operating and investing cash flows</b> | <b>(31,263)</b>        | <b>105,210</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 issue of convertible notes        | -                      | -                                  |
| 1.18a   | Proceeds from borrowings                        | 30,346                 | 78,817                             |
| 1.18b   | Repayment of borrowings                         | -                      | (183,938)                          |
| 1.19  | Dividends paid                                  | -                      | -                                  |
| 1.20  | Transaction cost                                | -                      | -                                  |
|   | <b>Net financing cash flows</b>                 | <b>30,346</b>          | <b>(105,121)</b>                   |
|   | <b>Net increase (decrease) in cash held</b>     | <b>(917)</b>           | <b>88</b>                          |
| 1.21  | Cash at beginning of quarter/year to date       | -                      | -                                  |
| 1.22  | Exchange rate adjustments to item 1.20          | -                      | -                                  |
| 1.23  | <b>Cash at end of quarter</b>                   | <b>88</b>              | <b>1,005</b>                       |

+ 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<br>\$A |
|------|--|------------------------|
| 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. (See AASB 1026 paragraph 12.2).*

|     |                             | Amount available<br>\$A | Amount used<br>\$A |
|-----|-----------------------------|-------------------------|--------------------|
| 3.1 | Loan facilities *           | 1,600,000               | 916,398            |
| 3.2 | Credit standby arrangements |                         |                    |

\*provided by Sino Investment Services Pty Ltd ("SIS")

+ See chapter 19 for defined terms.

**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 | Previous quarter<br>\$A |
|---|------------------------|-------------------------|
| 4.1 Cash on hand and at bank  | 88                     | -                       |
| 4.2 Deposits at call  |                        |                         |
| 4.3 Bank overdraft  |                        |                         |
| 4.4 Other (provide details)   |                        |                         |
| <b>Total: cash at end of quarter</b> (item 1.23)  | 88                     | -                       |

**Acquisitions and disposals of business entities**

|   | Acquisitions<br><i>(Item 1.9(a))</i> | Disposals<br><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 ~~does not~~\* (*delete one*) give a true and fair view of the matters disclosed.

Sign here: ..... Date: 29 July 2016  
(Director/~~Company secretary~~)

Print name: Richard Li

+ 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.

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