

Appendix 4C

Quarterly report for entities subject to Listing Rule 4.7B

Introduced 31/03/00 Amended 30/09/01, 24/10/05, 17/12/10, 01/09/16

Name of entity

TTG FINTECH LIMITED

ABN

158 702 400

Quarter ended ("current quarter")

30 September 2016

Consolidated statement of cash flows	Quarter ended 30 September 2016 RMB	Six months ended 30 September 2016 RMB
1. Cash flows from operating activities		
1.1 Receipts from customers	1,116,213	3,366,750
1.2 Payments for		
(a) research and development	-	-
(b) product manufacturing and operating costs	-	-
(c) advertising and marketing	(329)	(2,902)
(d) leased assets	(894,974)	(1,642,914)
(e) staff costs	(2,964,334)	(5,596,133)
(f) administration and corporate costs	(2,549,837)	(4,957,696)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	641	2,294
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	36,000	230,000
1.8 Other (provide details if material)	(38,591)	419,251
1.9 Net cash from / (used in) operating activities	(5,295,211)	(8,181,351)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	(28,860)	(28,860)
(b) businesses (see item 10)	-	-
(c) investments	-	-

Consolidated statement of cash flows		Quarter ended 30 September 2016 RMB	Six months ended 30 September 2016 RMB
	(d) intellectual property	-	-
	(e) other non-current assets	(384,615)	(384,615)
2.2	Proceeds from disposal of:		
	(a) property, plant and equipment	-	-
	(b) businesses (see item 10)	-	-
	(c) investments	-	-
	(d) intellectual property	-	(18,368)
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(413,475)	(431,843)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	-	-
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	-	-
3.5	Proceeds from borrowings	5,250,000	10,221,361
3.6	Repayment of borrowings	(3,611,361)	(3,611,361)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	1,638,639	6,610,000

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of quarter/year to date	7,266,159	5,030,846
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(5,295,211)	(8,181,351)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(413,475)	(431,843)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,638,639	6,610,000

Consolidated statement of cash flows		Quarter ended 30 September 2016 RMB	Six months ended 30 September 2016 RMB
4.5	Effect of movement in exchange rates on cash held	(125,250)	43,210
4.6	Cash and cash equivalents at end of quarter	3,070,862	3,070,862

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Quarter ended 30 September 2016 RMB	Six months ended 30 September 2016 RMB
5.1	Bank balances	3,070,862	3,070,862
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	3,070,862	3,070,862

6. Payments to directors of the entity and their associates

- 6.1 Aggregate amount of payments to these parties included in item 1.2
- 6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

**Current quarter
RMB**

195,044

-

6.1 refers to directors remuneration, including fees, salaries and provident fund contributions for the period.

7. Payments to related entities of the entity and their associates

- 7.1 Aggregate amount of payments to these parties included in item 1.2
- 7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

**Current quarter
RMB**

-

-

N/A

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at 30 September 2016	Amount drawn at 30 September 2016
8.1 Loan facilities	12,000,000	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

8.1 refers to loan facilities provided by Mr. Xiong Qiang and Mr. Chow Ki Shui Louie, the major shareholders and directors of the company.

9. Estimated cash outflows for next quarter	RMB
9.1 Research and development	-
9.2 Product manufacturing and operating costs	-
9.3 Advertising and marketing	50,000
9.4 Leased assets	450,000
9.5 Staff costs	6,500,000
9.6 Administration and corporate costs	5,000,000
9.7 Other (provide details if material)	-
9.8 Total estimated cash outflows	12,000,000

10. Acquisitions and disposals of business entities (items 2.1(b) and 2.2(b) above)	Acquisitions	Disposals
10.1 Name of entity	-	-
10.2 Place of incorporation or registration	-	-
10.3 Consideration for acquisition or disposal	-	-
10.4 Total net assets	-	-
10.5 Nature of business	-	-

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.



Sign here:
(Director/Company secretary)

Date: 31 Oct 2016

Print name: Gary Kwok

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 that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. TTG has adopted accounting policies that comply with International Financial Reporting Standards (IFRS) and the figures in this report are prepared in accordance with all applicable IFRS.
3. The figures disclosed in the report are in Chinese Renminbi (RMB), the official currency of The People's Republic of China, which is the home currency of TTG.
4. Based on the new Appendix C by the Australia Stock Exchange, TTG management has made some reclassifications accordingly. Major reclassifications include:
 - i. Government grants and tax incentives from item 3.9 to item 1.7
 - ii. Loan and convertible bonds by major shareholders from item 1.8 to item 3.6.
5. Mr. Xiong Qiang and Mr. Louie Chow, executive directors and major shareholders of the Company, have offered to support RMB12 million to the Company from 27 May 2016 to 30 September 2017. As at 30 June 2016, the Company utilised RMB3,611,361 and was included in 1.7 Other of the last appendix 4C lodged on 26 July 2016. During the quarter ended 30 September 2016, the Company repaid the full amount to Mr. Xiong Qiang and Mr. Louie Chow. As discussed in point 4(ii), the repayment is included in item 3.6
6. During the quarter ended 30 September 2016, Mr. Xiong Qiang, Mr. Louie Chow and Mr. Cai Wen Sheng (non-executive director of the Company) each agreed to invest RMB2 million in a convertible bond in the Company. Both Mr. Chow and Mr. Cai already transferred the RMB2 million and Mr. Xiong transferred RMB1.25 million during the period and the proceed is included in item 3.5. On 27 October 2016, Mr. Xiong instructed the bank transfer of the outstanding RMB750,000 into a bank account of TTG. The completion of this transfer is expected to be on 2 November 2016. .
7. The Company is negotiating with different potential investors to invest at convertible notes into the Company to finance its future expansion and operating costs. We shall announce to the public once any legally binding arrangement is concluded.