

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

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

Name of entity

TTG FINTECH LIMITED

ABN

158 702 400

Quarter ended ("current quarter")

31 Mar 2016

Consolidated statement of cash flows

	Current Quarter RMB	12 months ended 31 Mar 2016 RMB
Cash flows related to operating activities		
1.1 Receipts from customers	598,218	3,820,063
1.2 Payments for (a) staff costs	(3,288,509)	(11,517,150)
(b) advertising and marketing	(7,696)	(15,958)
(c) research and development	-	-
(d) leased assets	(712,075)	(1,925,526)
(e) other working capital	(2,652,663)	(12,303,193)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	1,672	16,547
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	581,018	(97,168)
Net operating cash flows	(5,480,035)	(22,022,385)

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	Current Quarter RMB	12 months ended 31 Mar 2016 RMB
1.8 Net operating cash flows (carried forward)	(5,480,035)	(22,022,385)
Cash flows related to investing activities		
1.9 Payment for acquisition of:		
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	(327,234)	(860,820)
(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)	-	1,800
Net investing cash flows	(327,234)	(859,020)
1.14 Total operating and investing cash flows	(5,807,269)	(22,881,405)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	-	-
1.16 Proceeds from sale of forfeited shares	-	-
1.17 Proceeds from borrowings	6,000,000	6,000,000
1.18 Repayment of borrowings	-	-
1.19 Dividends paid	-	-
1.20 Other (provide details if material)	(14,911)	935,522
Net financing cash flows	5,985,089	6,935,522
Net increase (decrease) in cash held	177,820	(15,945,883)
1.21 Cash at beginning of quarter/year to date	4,872,181	20,640,240
1.22 Exchange rate adjustments to item 1.20	(19,155)	336,489
1.23 Cash at end of quarter	5,030,846	5,030,846

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 RMB
1.24	Aggregate amount of payments to the parties included in item 1.2	499,901
1.25	Aggregate amount of loans to the parties included in item 1.11	-

1.26 Explanation necessary for an understanding of the transactions

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

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.

		Amount available	Amount used
3.1	Loan facilities	N/A	N/A-
3.2	Credit standby arrangements	N/A	N/A

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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 RMB	Previous quarter RMB
4.1 Cash on hand and at bank	5,030,846	4,872,181
4.2 Deposits at call		
4.3 Bank overdraft		
4.4 Other (provide details)		
Total: cash at end of quarter (item 1.23)	5,030,846	4,872,181

Acquisitions and disposals of business entities

	Acquisitions (Item 1.9(a))
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 gives a true and fair view of the matters disclosed.

Sign here: 
Company secretary

Date: 28 Apr 2016

Print name: Gary Kwok

Notes

1. The definitions in, and provisions of, *IAS 7: Statement of Cash Flows* apply to this report except for any additional disclosure requirements requested by IAS 7 that are not already itemised in 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. TTG's gross cash inflows and outflows from ordinary operations continue to reflect management's expectations and internal budgets of the net outlays involved in the rollout of TTG's business plan.
5. Given management's successful effort and contribution during the R&D phase in building the Company's software and hardware platforms, TTG is now in the critical commercialisation phase which is progressing to plan. The commercialisation phase will require the temporary provision of working capital until revenue escalates. The commercially favourable short term funding in the form of unsecured convertible notes of RMB 6M has recently been issued to two unrelated parties of the Company. Further convertible notes with similar nature will be issued to partly fund the working capital requirement once negotiation from potential investors are finalised.

As previously announced on 10 March 2016, TTG is expecting cash inflow of approximately RMB 2.8m monthly over the next 18 month period assuming the contracts under current business pipeline are proceeding as planned.

Additionally TTG substantial shareholders, Mr. Xiong Qiang and Mr Louie Chow, have offered to support any working capital requirements on usual commercial terms subject to relevant approvals as required by laws of Hong Kong or ASX if required.