

The Manager  
Company Announcements Office  
ASX Limited

## DECEMBER QUARTER 2016 APPENDIX 4C

**30 January 2017, Adelaide:** LBT Innovations Ltd (ASX: LBT) announces its second quarter cash flow report for the year ending 30 June 2017.

### Highlights:

- Cash at the end of December 2016 \$5.28 million (an increase of \$2.94 million on the balance at the end of September 2016).
- \$3.54 million received from the issue of Tranche 1 securities on 12 December 2016.
- \$1.11 million received as part of LBT's 2016 R & D tax refund.

All cash flows for the quarter related to normal operating activities.

LBT received a further \$3.47 million late January from the issue of Tranche 2 securities approved at the EGM on 18 January 2017.

– ENDS –

### About LBT Innovations

LBT Innovations (LBT) improves patient outcomes by making healthcare more efficient. Based in Adelaide, South Australia, the Company has two world class-leading products in microbiology automation: MicroStreak®, which provides automated culture plate streaking and Automated Plate Assessment System (APAS®). Based on LBT's intelligent imaging and interpretative software, US FDA-approved APAS® automates imaging, analysis and interpretation of culture plates following incubation. LBT has entered into a joint venture Clever Culture Systems AG (CCS) with Hettich AG Switzerland to commercialise APAS® products. LBT's third product WoundVue® is in early development; this is a proposed automated solution to assist in the management of chronic wounds.

For more information, see [www.lbtinnovations.com](http://www.lbtinnovations.com)

### CONTACTS

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## 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**

LBT Innovations Ltd

**ABN**

95 107 670 673

**Quarter ended ("current quarter")**

December 2016

Consolidated statement of cash flows	Current quarter \$A	Year to date (....6...months) \$A
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers		
1.2 Payments for		
(a) research and development	(116,445)	(294,707)
(b) product manufacturing and operating costs	(147,401)	(341,727)
(c) advertising and marketing	(19,860)	(23,846)
(d) leased assets		
(e) staff costs	(234,648)	(574,847)
(f) administration and corporate costs	(151,217)	(238,767)
1.3 Dividends received (see note 3)		
1.4 Interest received	18,881	47,365
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Government grants and tax incentives	1,107,501	1,173,501
1.8 Other:		
Reimbursement of expenses from JV Company, Clever Culture Systems	342,927	342,927
Royalty Expenses	0	(285,420)
<b>1.9 Net cash from / (used in) operating activities</b>	<b>799,738</b>	<b>(195,521)</b>

Consolidated statement of cash flows		Current quarter \$A	Year to date (....6...months) \$A
<b>2.</b>	<b>Cash flows from investing activities</b>		
2.1	Payments to acquire:		
	(a) property, plant and equipment	(6,171)	(6,470)
	(b) businesses (see item 10)		
	(c) investments		
	(d) intellectual property (APAS)	(926,162)	(2,266,870)
	(e) other non-current assets		
2.2	Proceeds from disposal of:		
	(a) property, plant and equipment		
	(b) businesses (see item 10)		
	(c) investments		
	(d) intellectual property		
	(e) other non-current assets		
2.3	Cash flows from loans to other entities	(661,825)	(661,825)
2.4	Dividends received (see note 3)		
2.5	Other (provide details if material)		
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(1,594,158)</b>	<b>(2,935,165)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of shares	3,533,997	3,533,997
3.2	Proceeds from issue of convertible notes		
3.3	Proceeds from exercise of share options	446,050	446,050
3.4	Transaction costs related to issues of shares, convertible notes or options	(256,908)	(256,908)
3.5	Proceeds from borrowings		
3.6	Repayment of borrowings		
3.7	Transaction costs related to loans and borrowings		
3.8	Dividends paid		
3.9	Other (provide details if material)		
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>3,723,139</b>	<b>3,723,139</b>

Consolidated statement of cash flows		Current quarter \$A	Year to date (....6...months) \$A
<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of quarter/year to date	2,341,056	4,682,303
4.2	Net cash from / (used in) operating activities (item 1.9 above)	799,738	(195,521)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1,594,158)	(2,935,165)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	3,723,139	3,723,139
4.5	Effect of movement in exchange rates on cash held	6,687	1,706
<b>4.6</b>	<b>Cash and cash equivalents at end of quarter</b>	<b>5,276,462</b>	<b>5,276,462</b>

<b>5.</b>	<b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A</b>	<b>Previous quarter \$A</b>
5.1	Bank balances	761,462	337,881
5.2	Call deposits	0	0
5.3	Bank overdrafts	0	0
5.4	Other (Term Deposits)	4,515,000	2,003,175
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>5,276,462</b>	<b>2,341,056</b>

**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 \$A
97,790
0

Item 6.1 includes remuneration paid to the Directors including remuneration paid to the Chief Financial Officer.

7. Payments to related entities of the entity and their associates	Current quarter \$A
7.1 Aggregate amount of payments to these parties included in item 1.2	0
7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	0
7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2	

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A	Amount drawn at quarter end \$A
8.1 Loan facilities	0	0
8.2 Credit standby arrangements	40,000	14,473
8.3 Other (please specify)	0	0
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.		

Item 8.2 is a corporate credit card facility which is paid off in full each month.

9. Estimated cash outflows for next quarter	\$A
9.1 Research and development	(264,000)
9.2 Product manufacturing and operating costs	(152,517)
9.3 Advertising and marketing	(6,600)
9.4 Leased assets	
9.5 Staff costs	(198,530)
9.6 Administration and corporate costs	(122,620)
9.7 Other (intellectual property APAS)	(1,278,366)
Other (Loan to Clever Culture Systems (LBT's Joint Venture Company)	(1,053,477)
Transaction costs associated with January's issue of shares	(259,950)
<b>9.8 Total estimated cash outflows</b>	<b>(3,336,060)</b>

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: .....  
(Company secretary)

Date: 30 January 2017

Print name: .....Dan Hill.....

### 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. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.