

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

FINTECH CHAIN LIMITED

ABN

158 702 400

Quarter ended ("current quarter")

31 March 2019

Consolidated statement of cash flows	Quarter ended 31 March 2019 RMB	Year ended 31 March 2019 RMB
1. Cash flows from operating activities		
1.1 Receipts from customers	3,302,561	38,724,920
1.2 Payments for		
(a) research and development	-	-
(b) product manufacturing and operating costs	(432,326)	(4,965,284)
(c) advertising and marketing	-	-
(d) leased assets	(808,575)	(2,378,107)
(e) staff costs	(4,053,387)	(16,704,951)
(f) administration and corporate costs	(1,579,076)	(10,949,883)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	2,508	5,829
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	278,742
1.8 Other (provide details if material)	(1,403,392)	(3,024,280)
1.9 Net cash from / (used in) operating activities	(4,971,687)	986,986

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	(9,960)	(87,068)
(b) businesses (see item 10)	-	-
(c) investments	-	-

Consolidated statement of cash flows	Quarter ended 31 March 2019 RMB	Year ended 31 March 2019 RMB
(d) intellectual property	-	-
(e) other non-current assets	-	(500,000)
2.2 Proceeds from disposal of:		
(a) property, plant and equipment	700	5,700
(b) businesses (see item 10)	-	-
(c) investments	-	-
(d) intellectual property	-	-
(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	(9,260)	(581,368)

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	-	-
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)	-	-
3.10 Net cash from / (used in) financing activities	-	-

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	7,362,885	1,606,354
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(4,971,687)	986,986
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(9,260)	(581,368)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	-	-

Consolidated statement of cash flows		Quarter ended 31 March 2019 RMB	Year ended 31 March 2019 RMB
4.5	Effect of movement in exchange rates on cash held	(92,809)	277,157
4.6	Cash and cash equivalents at end of quarter	2,289,129	2,289,129

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 31 March 2019 RMB	Year ended 31 March 2019 RMB
5.1 Bank balances	2,289,129	2,289,129
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)	2,289,129	2,289,129

6. Payments to directors of the entity and their associates

	Quarter ended 31 March 2019 RMB
6.1 Aggregate amount of payments to these parties included in item 1.2	141,027
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	

Total salaries paid to directors during the quarter ended 31 March 2019.

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

	Quarter ended 31 March 2019 RMB
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	

Nil

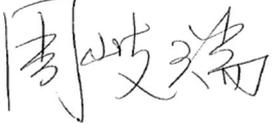
8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end RMB	Amount drawn at quarter end RMB
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
8.4 Include below a description of each 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.		
Nil		

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	-
9.4 Leased assets	600,000
9.5 Staff costs	4,000,000
9.6 Administration and corporate costs	1,400,000
9.7 Other (provide details if material)	-
9.8 Total estimated cash outflows	6,000,000

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:  Date: 30 April 2019

(Director/Company secretary)

Print name: CHOW KI SHUI LOUIE

Notes

1. FTC has achieved positive operating cash flows for the financial year ended 31 March 2019 of approximately RMB 1 million turning around a cash deficit incurred in the previous financial year. In the last quarter of financial year 2019, FTC has received RMB 3.3 million from customers, however FTC is due to receive RMB 4.2m in trade receivables accrued to 31 March 2019 which will be collected in quarter ending 30 June 2019. The apparent downturn in cash receipts in the current quarter results from a reduction in blockchain technology usage which has been contracted to increase substantially in future quarters. FTC expects RMB 7 million in receipts from customers from recent T-Linx contracts with current and newly acquired bank clients in next quarter.
2. During quarter-ended 31 March 2019, FTC expended approximately RMB 2 million in blockchain technology development which is non-recurring. FTC expects no further one-off outgoings will be required on its blockchain technology platform. As a result, FTC's total estimated cash outflows are expected to reduce to approximately RMB 6 million in future quarters. RMB 9 million has been spent on blockchain technology development in the financial year 2019. In contrast revenue from blockchain technology services was approximately RMB 15.4 million.
3. In summary receipts from customers represents the provision of T-Linx information technology services, sales of digital POS systems together maintenance fees, and blockchain technology with consultancy, development and technical services.
4. 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 FTC.
5. FTC has adopted accounting policies that comply with International Financial Reporting Standards (IFRS) and the figures in the report are prepared in accordance with applicable IFRS.