

9 May 2018

Mr George Tharian
Advisor, Listings Compliance (Sydney)
ASX Compliance Pty Ltd
20 Bridge Street
Sydney NSW 2000

Dear George

Kyckr Limited – Appendix 4C Query Response

I refer to your letter dated 7 May 2018 in relation to the Appendix 4C Query. Kyckr Limited (Kyckr) provides the following responses to the questions in your letter.

1. Does Kyckr expect that it will continue to have negative operating cash flows for the time being and, if not, why not?

Kyckr does expect to continue to have negative operating cash flows for the time being, although at a reduced rate compared to the March 18 quarter. Estimated cash outflows of \$1,518,000 do not include cash from customer receipts which we anticipate will increase this quarter to circa \$600k and is evidenced by Kyckr's recent quarter on quarter revenue growth.

2. Has Kyckr taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Kyckr has appointed a Corporate Adviser as part of its ongoing capital management strategies. Kyckr, has recently demonstrated its ability to raise capital as and if required through its \$2 million capital raising in October 2017. With growing revenues and the expectation that recent customer wins (such as Bloomberg, IBM, Norton Rose etc) will further contribute to revenue, the Directors are confident that a capital raising will be successful.

3. Does Kyckr expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Kyckr expects to be able to continue its operations on the basis that revenue is continuing to increase, expenses are planned to be reduced. In addition, Kyckr is also confident of completing a capital raising in the near future as and when required and the Directors of Kyckr are experienced in financial matters.

4. Please confirm that Kyckr is in compliance with Listing Rule 3.1 and that there is no information that should be given to ASX about its financial condition in accordance with that Rule that has not already been released to the market.

Kyckr is in compliance with Listing Rule 3.1 and there is no information which needs to be given to the ASX which has not already been released to the market.

5. Please confirm that Kyckr's responses to the questions above have been authorised and approved in accordance with its published continuous disclosure policy or otherwise by its board or an officer of Kyckr with delegated authority from the board to respond to ASX on disclosure matters.

Kyckr's responses to the questions above have been authorised and approved in accordance with its published continuous disclosure policy.



If you have any further questions, please do not hesitate to contact me.

Yours sincerely

A handwritten signature in blue ink, appearing to read "Karl Pechmann".

Karl Pechmann
Company Secretary



7 May 2018

Mr Karl Pechmann

Company Secretary
Kyckr Limited
Level 6
36 Grosvenor Street
Sydney NSW 2000

By email

Dear Mr Pechmann

Kyckr Limited (the “Kyckr”): Appendix 4C Query

I refer to Kyckr’s Appendix 4C quarterly report for the period ended 31 March 2018 lodged with ASX Market Announcements Platform and released on 30 April 2018 (the “Appendix 4C”).

ASX notes that Kyckr has reported:

- negative net operating cash flows for the quarter of \$1,065,000;
- cash at the end of the quarter of \$2,028,000; and
- estimated cash outflows for the next quarter of \$1,518,000.

It is possible to conclude, based on the information in the Appendix 4C, that if Kyckr were to continue to expend cash at the rate indicated by the Appendix 4C, Kyckr may not have sufficient cash to continue funding its operations for its next two quarters. In view of that, ASX asks Kyckr to answer separately each of the following questions and provide the following confirmations in a format suitable for release to the market in accordance with Listing Rule 18.7A:

1. Does Kyckr expect that it will continue to have negative operating cash flows for the time being and, if not, why not?
2. Has Kyckr taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?
3. Does Kyckr expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?
4. Please confirm that Kyckr is in compliance with Listing Rule 3.1 and that there is no information that should be given to ASX about its financial condition in accordance with that Rule that has not already been released to the market.
5. Please confirm that Kyckr’s responses to the questions above have been authorised and approved in accordance with its published continuous disclosure policy or otherwise by its board or an officer of Kyckr with delegated authority from the board to respond to ASX on disclosure matters.

Please also provide any other information that Kyckr considers may be relevant to ASX forming an opinion on whether Kyckr is in compliance with Listing Rule 12.2 (a listed entity’s financial condition must, in ASX’s opinion, be adequate to warrant the continued quotation of its securities and its continued listing).

When and where to send your response

This request is made under, and in accordance with Listing Rule 18.7. Your response is required as soon as reasonably possible and, in any event, by not later than 9.30am AEST on 10 May 2018. If we do not have your response by then, ASX will have no choice but to consider suspending trading in Kyckr’s securities under Listing Rule 17.3.

You should note that if the information requested by this letter is information required to be given to ASX under Listing Rule 3.1 and it does not fall within the exceptions mentioned in Listing Rule 3.1A, Kyckr's obligation is to disclose the information "immediately". This may require the information to be disclosed before the deadline set out in the previous paragraph.

ASX reserves the right to release a copy of this letter and your response on the ASX Market Announcements Platform under Listing Rule 18.7A. Accordingly, your response should be in a form suitable for release to the market.

Your response should be sent to me by e-mail. It should not be sent directly to the ASX Market Announcements Office. This is to allow me to review your response to confirm that it is in a form appropriate for release to the market, before it is published on the ASX Market Announcements Platform.

Listing Rule 3.1

Listing Rule 3.1 requires a listed entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. Exceptions to this requirement are set out in Listing Rule 3.1A.

In responding to this letter, you should have regard to Kyckr's obligations under Listing Rules 3.1 and 3.1A and also to Guidance Note 8 *Continuous Disclosure: Listing Rules 3.1 – 3.1B*.

It should be noted that Kyckr's obligation to disclose information under Listing Rule 3.1 is not confined to, nor is it necessarily satisfied by, answering the questions set out in this letter.

Trading halt

If you are unable to respond to this letter by the time specified above, you should discuss with us whether it is appropriate to request a trading halt in Kyckr's securities under Listing Rule 17.1.

If you wish a trading halt, you must tell us:

- the reasons for the trading halt;
- how long you want the trading halt to last;
- the event you expect to happen that will end the trading halt;
- that you are not aware of any reason why the trading halt should not be granted; and
- any other information necessary to inform the market about the trading halt, or that we ask for.

We may require the request for a trading halt to be in writing. The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted.

You can find further information about trading halts in Guidance Note 16 *Trading Halts & Voluntary Suspensions*.

If you have any queries or concerns about any of the above, please contact me immediately.

If you have any further enquiries in relation to this matter, please do not hesitate to contact me.

Kind regards

[Sent electronically without signature]

George Tharian

Adviser, Listings Compliance (Sydney)