



Techniche Limited

Techniche Limited (ABN 83 010 506 162) and its Controlled Entities

9 April 2018

MARKET UPDATE & SHARE BUYBACK

MARKET UPDATE

Techniche Limited (ASX: TCN) advises that it expects to report a second half after tax profit of between \$0.4-0.8 million resulting in a full-year after tax loss of \$A0.3-0.7 million. The expected second half-year performance represents an improvement on the first half after tax loss, however was boosted by a revaluation of the original investment in Statseeker by \$0.5 million (see below). Significant highlights of the second half performance include: **Urgent Technology**: - continues to accumulate new business combined with a seasonally stronger second half and is in line with expectations.

Statseeker – second half operating profit will be impacted by the costs associated with the decision to attend the annual Cisco-Live trade show in June 2018. While this will result in a lower pre-tax contribution in the second half, the net profit after tax is expected to show an improvement due to the recognition of tax rebates from the company's on-going R&D activities.

Following the completed acquisition of the balance of shares in Statseeker, the original investment has been recorded at fair value equal to what was paid in January 2018. This has resulted in a gain of approximately \$0.5 million (unaudited) being recorded in the second half as other income.

Techniche Head Office – lower personnel costs and no significant one-off costs in the second half.

SHARE BUY-BACK

Ensuring Group capital is effectively managed is an ongoing priority for the Board. After considering alternative uses for the Company's cash reserves the Board has determined that an on-market buy-back of shares represents an appropriate use of capital which is surplus to operating requirements. The Company intends to establish a facility to buy back up to \$500,000 worth of the Company's shares over the next twelve months. Morgans Financial Limited has been appointed to conduct the buy-back on behalf of the Company. Further details of the buy-back are contained in the accompanying Appendix 3C. In accordance with regulatory requirements the buy-back will commence no earlier than 14 days from today's date.

John Lemon

Director/Company Secretary

About Techniche

Techniche Limited (ASX: TCN) is a listed investment company headquartered in Brisbane, Australia. We acquire, manage and build niche business-to-business (B2B) software & services companies. These businesses develop and deliver proprietary software solutions that serve critical needs in the day-to-day operations of our customers. Techniche employs an active management approach by working with and incentivizing management, to successfully grow our businesses in Australia and around the world both organically and via strategic acquisitions.

Contact

To learn more about Techniche or about this Market Release please visit our website at <http://www.tcnglobal.net> or contact:

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