

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

TTG FINTECH LIMITED

ABN

158 702 400

Quarter ended ("current quarter")

30 June 2017

Consolidated statement of cash flows	Quarter ended 30 June 2017 RMB	3 months ended 30 June 2017 RMB
1. Cash flows from operating activities		
1.1 Receipts from customers	565,560	565,560
1.2 Payments for		
(a) research and development	-	-
(b) product manufacturing and operating costs	-	-
(c) advertising and marketing	-	-
(d) leased assets	(607,429)	(607,429)
(e) staff costs	(2,704,834)	(2,704,834)
(f) administration and corporate costs	(2,689,030)	(2,689,030)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	658	658
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	(313,495)	(313,495)
1.9 Net cash from / (used in) operating activities	(5,748,570)	(5,748,570)
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	-	-
(b) businesses (see item 10)	-	-
(c) investments	-	-

Consolidated statement of cash flows	Quarter ended 30 June 2017 RMB	3 months ended 30 June 2017 RMB
(d) intellectual property	-	-
(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	-	-
2.4 Dividends received (see note 3)	-	-
2.5 Other (provide details if material)	2,955,145	2,955,145
2.6 Net cash from / (used in) investing activities	2,955,145	2,955,145

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	13,114,802	13,114,802
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)	(899,376)	(899,376)
3.10 Net cash from / (used in) financing activities	12,215,426	12,215,426

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	2,534,290	2,534,290
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(5,748,570)	(5,748,570)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	2,955,145	2,955,145
4.4 Net cash from / (used in) financing activities (item 3.10 above)	12,215,426	12,215,426

Consolidated statement of cash flows		Quarter ended 30 June 2017 RMB	3 months ended 30 June 2017 RMB
4.5	Effect of movement in exchange rates on cash held	5,548	5,548
4.6	Cash and cash equivalents at end of quarter	11,961,839	11,961,839

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 30 June 2017 RMB	3 months ended 30 June 2017 RMB
5.1	Bank balances	11,961,839	11,961,839
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)	11,961,839	11,961,839

6.	Payments to directors of the entity and their associates	Current quarter RMB
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	
N/A		

7.	Payments to related entities of the entity and their associates	Current quarter 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	
N/A		

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at 30 June 2017	Amount drawn at 30 June 2017
8.1 Loan facilities	18,000,000	4,000,000-
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.		

8.1 refers to loan facilities provided by Mr. Xiong Qiang and Mr. Chow Ki Shui Louie, the major shareholders and directors of the company.

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	-
9.5 Staff costs	3,000,000
9.6 Administration and corporate costs	3,000,000
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:
(Director/Company secretary)

Date: 27 July 2017

Print name: Gary Kwok

Notes

1. This 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.
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 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. Receipts from customers – represents the sale of digital POS systems and POS downloads.
5. According to the loan agreement dated 27 May 2016 and the supplementary agreement dated 27 June 2016 (collectively "Original Loan Agreements"), Mr. Xiong and Mr. Chow agreed to provide not less than RMB12 million in financial support to the Company when required under that facility. Mr. Xiong and Mr. Chow initially loaned RMB2 million each in the form of unsecured zero coupon convertible bonds. Mr Xiong and Mr Chow advanced the remaining RMB8M to TTG on 24 November 2016.
6. In addition, Mr. Xiong and Mr. Chow have agreed to provide further loan funds of RMB6 million for the period from 24 November 2016 to 27 September 2017 should such finance be required.
7. The sums described in points 5 and 6 (i.e. RMB8 million and RMB6 million respectively) incur interest payable to Mr. Xiong and Mr. Chow at interest rates charged by People's Bank of China. Mr. Xiong and Mr. Chow can request TTG to repay these loans once TTG's cash flow permits.
8. The Company repaid RMB0.85 million (included in Point 3.9) to Mr. Xiong and Mr. Chow during the period. As at 30 June 2017, the outstanding loan facilities drawn up is RMB4,000,000.
9. On 5 April 2017, TTG announced a sale and lease back arrangement of some of its intellectual property for RMB10 million. TTG received deposit of RMB2.96 million (Point 2.5) during the quarter and RMB5 million in total. The outstanding sum of RMB5 million is expected to be received by 30 September 2017.
10. As announced on 26 April 2017, an independent investor signed a subscription agreement to take up 3-year zero coupon convertible bonds convertible into TTG's ordinary shares at A\$0.20. The subscription monies of HKD15 million (approximately A\$2,551,000) was received on 28 April 2017.