

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Introduced 31/3/2000. Amended 30/9/2001, 24/10/2005.

Name of entity

SIMAVITA LIMITED

ARBN

165 831 309

Quarter ended ("current quarter")

31 JANUARY 2014

Consolidated statement of cash flows

	Current quarter (January 2014) A\$	Year to date (nine months) A\$
Cash flows related to operating activities		
1.1 Receipts from customers	39,077	39,077
1.2 Payments for (a) staff costs	(1,012,443)	(1,012,443)
(b) advertising and marketing	(5,219)	(5,219)
(c) research and development	(120,600)	(120,600)
(d) leased assets	(65,112)	(65,112)
(e) other working capital	(613,888)	(655,568)
1.3 Dividends received	-	-
1.4 Interest and items of a similar nature received	4,706	4,706
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Grant and other income	-	-
Net operating cash flows	(1,773,479)	(1,815,159)

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Consolidated statement of cash flows (cont.)

	Current quarter (January 2014) A\$	Year to date (nine months) A\$
1.8 Net operating cash flows (carried forward)	(1,773,479)	(1,815,159)
Cash flows related to investing activities		
1.9 Payment for the acquisition of:		
a) businesses (item 5)	-	-
b) equity investments	-	-
c) intellectual property	(6,583)	(6,583)
d) physical non-current assets	(7,778)	(7,778)
e) other non-current assets	-	-
1.10 Proceeds from the disposal of:		
a) businesses (item 5)	-	-
b) equity investments	-	-
c) intellectual property	-	-
d) physical non-current assets	-	-
e) joint venture interest	-	-
1.11 Loans to other entities	-	-
1.12 Loans repaid by other entities (refer note below)	-	-
1.13 Other (provide details if material)	-	-
Net investing cash flows	(14,361)	(14,361)
1.14 Total operating and investing cash flows	(1,787,840)	(1,829,520)
Cash flows related to financing activities		
1.15 Net proceeds from the issue of shares	-	-
1.16 Equity transaction costs (refer note)	(1,400,108)	(1,400,108)
1.17 Net repayment of borrowings	(2,460,786)	(2,460,786)
1.18 Cash acquired on acquisition of subsidiary	12,753,975	12,753,975
1.19 Dividends paid	-	-
1.20 Repayment of finance lease principal	-	-
Net financing cash flows	8,893,081	8,893,081
Net increase / (decrease) in cash held	7,105,241	7,063,561
1.21 Cash at beginning of quarter / year to date	174,185	215,865
1.22 Exchange rate adjustments	(9,163)	(9,163)
1.23 Cash at end of quarter	7,270,263	7,270,263

Note: during the quarter, equity transaction costs were paid in respect of a \$13.9 million capital raising undertaken by Simavita Holdings Limited shortly prior to its acquisition by the Company.

Payments to directors of the entity and associates of the directors

+ See chapter 19 for defined terms.

Payments to related entities of the entity and associates of the related entities

		Current quarter \$A
1.24	Aggregate amount of payments to the parties included in item 1.2	432,505
1.25	Aggregate amount of loans to the parties included in item 1.11	-

1.26 Explanation necessary for an understanding of the transactions

The amount included at Item 1.24 includes \$147,127 paid to Directors during the quarter in respect of fees and superannuation. The amount also includes \$285,378 in commissions paid to a Director in respect of the Company's capital raisings.

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

During the quarter ended 31 January 2014, the Company acquired Simavita Holdings Limited. In consideration for the acquisition, the Company issued a total of 56,053,772 common shares in the Company at an issue price of \$0.41 per share (refer Item 5.3).

2.2 Details of outlays made by other entities to establish or increase their share in businesses in which the reporting entity has an interest

None during the quarter under review

Financing facilities available

Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).

		Amount available \$A	Amount used \$A
3.1	Loan facilities	-	-
3.2	Credit standby arrangements Hire purchase facility	-	-

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Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows:

	Current quarter (January 2014) \$A	Previous quarter (October 2013) \$A
4.1 Cash on hand and at bank	2,270,263	174,185
4.2 Term deposits	5,000,000	-
4.3 Bank overdraft	-	-
4.4 Commercial Bills of Exchange	-	-
Total cash at end of quarter (item 1.23)	7,270,263	174,185

Acquisitions and disposals of business entities

	Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1 Name of entity	Simavita Holdings Limited	Not applicable
5.2 Place of incorporation or registration	Sydney, Australia	
5.3 Consideration for acquisition or disposal	\$22,982,046	
5.4 Total net assets	\$9,113,270	
5.5 Nature of business	Incontinence management	

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act (except to the extent that information is not required because of note 2) or other standards acceptable to ASX.
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here: Date: **28 February 2014**
Company Secretary

Print name: **Thomas G. Howitt**

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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 wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
2. The definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report except for any additional disclosure requested by AASB 107 that are not already itemised in this report.
3. **Accounting Standards.** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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