

MARKET RELEASE

Quarterly Activities Report and Appendix 4C Cashflow Statement

24 April 2015

Sydney, NSW – NSX Limited (ASX: NSX) NSX submits the following activities and appendix 4C cashflow statement for the period ended 31 March 2015.

NSX Limited Corporate Activities

- The net cash inflow for the quarter was \$16,000 (previous quarter: outflow \$293,000);
- The difference between the net cash balances as at 31 March 2015 and 31 March 2014 was a net inflow of \$132,000.
- NSX has in place a funding guarantee with Financial and Energy Exchange Ltd (FEX). During the quarter NSX drew down \$387,000 of the facility and as at the date of this report the total level of drawdown of the facility is \$2,285,000.

National Stock Exchange of Australia (“NSXA”) Business Activities

During the quarter:

- Since 1 January 2015 4 companies were approved to list with a combined market capitalisation of AUD\$105.4 million. The companies listed were Kaizen Global Capital (NSXCode: KGI), Emerging Capital Limited (NSXCode: ECL), TG Agrosolutions Limited (NSXCode: TG8) and China Herbal Medicine Limited (NSXCode: CHI). As at 31 March the combined market capitalisation of the four companies was AUD\$160.6million;
- There are seven listing applications pending at the end of quarter. The listing pipeline continues to grow and strengthen;
- No Participants were admitted;
- There is one pending application for Nominated Adviser status.

SIM Venture Securities Exchange (“SIM VSE”) Business Activities

During the quarter:

- As at the date of this report \$710,000 in funding remains available to be received by the Joint Venture for operating costs (more detail may be found in the attached Quarterly Cash Flow Appendix 4C disclosure);
- There were no new listings approved.

For further information please contact

Emlyn Scott
Chief Executive Officer,
NSX Limited

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Introduced 31/03/00 Amended 30/09/01, 24/10/05, 17/12/10

Name of entity

NSX Limited

ABN

33 089 447 058

Quarter ended ("current quarter")

31 March 2015

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (9 months) \$A'000
1.1 Receipts from customers	249	1,532
1.2 Payments for		
(a) staff costs	(299)	(925)
(b) advertising and marketing	-	(5)
(c) research and development	-	-
(d) leased assets	-	-
(e) other working capital	(339)	(1,387)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	18	54
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	28
Net operating cash flows	(371)	(703)

+ See chapter 19 for defined terms.

Appendix 4C
Quarterly report for entities
admitted on the basis of commitments

	Current quarter \$A'000	Year to date (...9.. months) \$A'000
1.8 Net operating cash flows (carried forward)	(371)	(703)
1.9 Cash flows related to investing activities		
Payment for acquisition of:	-	-
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	-	-
(e) other non-current assets	-	-
1.10 Proceeds from disposal of:		
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	-	-
(e) other non-current assets	-	-
1.11 Loans to other entities	-	-
1.12 Loans repaid by other entities	-	-
1.13 Other (provide details if material)	-	-
	-	-
Net investing cash flows		
1.14 Total operating and investing cash flows	(371)	(703)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	-	-
1.16 Proceeds from sale of forfeited shares	-	-
1.17 Proceeds from borrowings	387	680
1.18 Repayment of borrowings	-	-
1.19 Dividends paid	-	-
1.20 Other (provide details if material)	-	-
	387	680
Net financing cash flows		
Net increase (decrease) in cash held	16	(23)
1.21 Cash at beginning of quarter/year to date	2,292	2,331
1.22 Exchange rate adjustments to item 1.20	-	-
1.23 Cash at end of quarter	2,308	2,308

Item 1.15 - SIM Venture Securities Exchange Joint Venture Funding

A Joint Venture partnership exists between SIM VSE Group Holdings Ltd and Financial and Energy Exchange Limited (FEX) for the purpose of funding the activities of the SIM Venture Securities Exchange Ltd. The funding amounts to \$3million to be paid by FEX in return for 50% of the issued capital of SIM VSE Group Holdings Ltd the parent of SIM Venture Securities Exchange Ltd.

To date \$710,000 in funding remains available to be received by the Joint Venture.

+ See chapter 19 for defined terms.

Payments to directors of the entity and associates of the directors

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

		Current quarter \$A'000
1.24	Aggregate amount of payments to the parties included in item 1.2	\$40.4
1.25	Aggregate amount of loans to the parties included in item 1.11	-

1.26 Explanation necessary for an understanding of the transactions

Director fees.

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

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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

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Financing facilities available

Add notes as necessary for an understanding of the position.

		Amount available \$A'000	Amount used \$A'000
3.1	Loan facilities	payment of operating costs as required	2,285
3.2	Credit standby arrangements	-	-

Item 3.1 - Funding deed with Financial and Energy Exchange Limited (FEX)

As announced on 31 July 2013, the Board has negotiated additional funding with its major shareholder, Financial and Energy Exchange Limited (“FEX”) via a Funding Guarantee Deed (“Guarantee”). The Guarantee provided for the payment of operating costs of NSX each month as required.

+ See chapter 19 for defined terms.

Appendix 4C
Quarterly report for entities
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Item 3.1 - Funding deed with Financial and Energy Exchange Limited (FEX) – Cont'd.

As advised to the market on 17 December 2013, the Guarantee was amended where by FEX could only terminate the agreement with six months' notice on condition that there was no takeover offer in effect. If there is a takeover offer in effect then the notice period would revert back to one months' notice. All other terms and conditions remain unchanged. Repayment of the facility is at the discretion of the NSX and can be made in the way of cash or shares subject to ASX listing rules, the Corporations Act and Shareholder approval.

As at the date of this report NSX has drawn down \$2,285,000 of the facility (items 1.17 and 3.1).

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 \$A'000	Previous quarter \$A'000
4.1 Cash on hand and at bank	80	64
4.2 Deposits at call	2,228	2,228
4.3 Bank overdraft	-	-
4.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.23)	2,308	2,292

Other disclosures required by AASB 107: Cash available for use by the Group.

Equity Market Compensation Arrangements

As part of the National Stock Exchange of Australia Limited's Australian Financial Markets Licence, NSX operates investor Compensation Arrangements in accordance with Part 7.5 Division 3 of the Corporations Act 2001. National Stock Exchange of Australia Limited has provided a cash deposit of \$700,000 as part of its compensation arrangements for its Equity Market.

As part of the SIM Venture Securities Exchange Limited's (SIM VSE) Australian Financial Markets Licence, SIM VSE operates investor Compensation Arrangements in accordance with Part 7.5 Division 3 of the Corporations Act 2001. NSX Limited has provided a cash deposit of \$1,000,000 on behalf of SIM VSE as part of SIM VSE's compensation arrangements for the SIM VSE Equity Market.

Interest earned from the cash deposits is available for working capital purposes.

General Settlement Participant Requirements

As part of the requirements for the National Stock Exchange of Australia (NSXA) to be registered as a General Settlement Participant for the purposes of ASX Settlement Pty Ltd Operating Rules (ASXOR 4.3.13) NSX has to lodge a Settlement Bond with ASX Settlement. The amount of the settlement bond is \$500,000 and is used to compensate ASX Settlement if NSX, as a Settlement Participant, breaches any rule that causes ASX Settlement to suffer or incur any losses or damages as a result of that breach. Interest earned from the

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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 requirements 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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