

MARKET RELEASE

Quarterly Activities Report and Appendix 4C Cashflow Statement

6 October 2010

Sydney, NSW – NSX Limited (ASX: NSX) NSX submits the following activities and appendix 4C cashflow reports.

Summary

- Net Cash inflow for the quarter ended 30 September 2010 was \$44,662;
- On 6 October 2010 the SIM VSE Joint Venture received the first tranche of \$500,000 in funding;
- The NSX has evaluated the offers received for the Water Exchange and has given the preferred bidder an exclusive two week period to finalise due diligence and documentation;
- Paterson's Securities has joined the National Stock Exchange market as a Participant. There are now 14 participants eligible to trade; and
- SIM VSE has one listing application pending.

National Stock Exchange of Australia ("NSXA")

During the quarter:

1. Paterson's Securities have joined as a Participant;
2. Addison's Lawyers have joined as Nominated Advisers; and
3. Exchange staff continue to promote the market and generate new business leads in the mining sector including attendance at the Mining in Excellence Conference.

SIM Venture Securities Exchange ("SIM VSE")

1. During the quarter there was one listing application pending finalisation.
2. As at the date of this report the SIM VSE joint venture has received \$500,000 being the first tranche of funding for SIM VSE. Shares in SIM VSE Group Holdings Ltd to the paid up value per share of \$0.02723 have been issued to Financial and Energy Exchange Limited.

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www.simvse.com.au

www.bsxtaximarket.com.au

www.waterexchange.com.au

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Incorporating

NSX Limited

ABN: 33 089 447 058

National Stock Exchange of Australia Limited

ABN: 11 000 902 063

SIM Venture Securities Exchange Limited

ABN: 41 087 708 898

BSX Services Pty Ltd (t/a) BSX Tax Markets

ABN 57 084 885 683

The Waterexchange Pty Ltd

ABN 19 084 332 132

About the Joint Venture

SIM Venture Securities Exchange will operate a market for the listing of Companies that can demonstrate sustainability and environmental credentials.

As part of the joint venture arrangements Financial and Energy Exchange Limited ("FEX") will provide funding of \$500,000 every six months for 3 years (total value \$3,000,000) in consideration of 50% ownership of SIM VSE Group Holdings Ltd the parent of SIM Venture Securities Exchange Ltd.

NSX Services will provide Corporate, Trading, Settlement, Surveillance and Compliance services to the venture on arms length commercial terms.

A market board for existing BSX securities has been retained.

Taxi Market

- During the quarter staff have attended the Victorian Taxi Association Conference to promote the market and generate new business.

Waterexchange ("WEX")

- During the quarter the NSX has received interest from several interested parties to purchase either the assets of the Waterexchange or the full business. As at the date of this report NSX has evaluated the offers received and has provided an exclusive two week period to finalise documentation and due diligence with the preferred bidder.

For further information please contact:

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Chairman and Chief Executive Officer
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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

NSX LIMITED

ABN

33 089 447 058

Quarter ended ("current quarter")

30 September 2010

Consolidated statement of cash flows

| Cash flows related to operating activities | Current quarter \$A'000 | Year to date (3..months) \$A'000 |
|---|----------------------------|--|
| 1.1 Receipts from customers | 918 | 918 |
| 1.2 Payments for | | |
| (a) staff costs | (341) | (341) |
| (b) advertising and marketing | (18) | (18) |
| (c) research and development | - | - |
| (d) leased assets | - | - |
| (e) other working capital | (545) | (545) |
| 1.3 Dividends received | - | - |
| 1.4 Interest and other items of a similar nature received | 60 | 60 |
| 1.5 Interest and other costs of finance paid | - | - |
| 1.6 Income taxes paid | - | - |
| 1.7 Other (GST clearing) | (29) | (29) |
| Net operating cash flows | 45 | 45 |

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

| | Current quarter \$A'000 | Year to date (3..months) \$A'000 |
|--|----------------------------|--|
| 1.8 Net operating cash flows (carried forward) | 45 | 45 |
| Cash flows related to investing activities | | |
| 1.9 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 | 45 | 45 |
| 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 | - | - |
| 1.18 Repayment of borrowings | - | - |
| 1.19 Dividends paid | - | - |
| 1.20 Other (provide details if material) | - | - |
| | - | - |
| Net financing cash flows | | |
| Net increase (decrease) in cash held | 45 | 45 |
| 1.21 Cash at beginning of quarter/year to date | 6,277 | 6,277 |
| 1.22 Exchange rate adjustments to item 1.20 | - | - |
| 1.23 Cash at end of quarter | 6,322 | 6,322 |

+ 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 | 99 |
| 1.25 | Aggregate amount of loans to the parties included in item 1.11 | NIL |

1.26 Explanation necessary for an understanding of the transactions

The above amount (\$99,370) represents payments to directors as part of service contracts and directors stipend..

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

NIL

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

NIL

Financing facilities available

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

| | | Amount available \$A'000 | Amount used \$A'000 |
|-----|-----------------------------|-----------------------------|------------------------|
| 3.1 | Loan facilities | NIL | NIL |
| 3.2 | Credit standby arrangements | NIL | NIL |

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

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 | 2,722 | 3,692 |
| 4.2 Deposits at call | 3,600 | 2,585 |
| 4.3 Bank overdraft | - | - |
| 4.4 Other (provide details) | - | - |
| Total: cash at end of quarter (item 1.23) | 6,322 | 6,277 |

Acquisitions and disposals of business entities

| | Acquisitions (Item 1.9(a)) | Disposals (Item 1.10(a)) |
|---|-------------------------------|-----------------------------|
| 5.1 Name of entity | | NIL |
| 5.2 Place of incorporation or registration | | |
| 5.3 Consideration for acquisition or disposal | | |
| 5.4 Total net assets | | |
| 5.5 Nature of business | | |

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 gives a true and fair view of the matters disclosed.

Sign here: Date: 6 October 2010
 (Chairman)

Print name: Michael Cox

+ See chapter 19 for defined terms.

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 1026: Statement of Cash Flows* apply to this report except for the paragraphs of the Standard set out below.
 - 6.2 - reconciliation of cash flows arising from operating activities to operating profit or loss
 - 9.2 - itemised disclosure relating to acquisitions
 - 9.4 - itemised disclosure relating to disposals
 - 12.1(a) - policy for classification of cash items
 - 12.3 - disclosure of restrictions on use of cash
 - 13.1 - comparative information
3. **Accounting Standards.** ASX will accept, for example, the use of International Accounting 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.