

MARKET RELEASE

Quarterly Activities Report and Appendix 4C Cashflow Statement

13 January 2012

Sydney, NSW – NSX Limited (ASX: NSX) NSX submits the following activities and appendix 4C cashflow reports for the period ended 31 December 2011.

Highlights

- Net Cash outflow (including financing activities) for the quarter ended 31 December 2011 was \$923,161, (previous quarter \$419,462);
- The FEX Equity Markets Pty Ltd takeover offer of NSX Limited expired on 2 December 2011. FEX Equity voting power has increased to 50.803%;
- One company listed on NSXA, two nominated advisers and two brokers joined;
- Two companies listed on SIM VSE and three brokers joined.

NSX Limited Corporate Activities

- There was an increase in cash outflow for the quarter due to reduction in revenue from new listings and substantial increase in legal fees due to the FEX Takeover offer and responses to ASIC section 853 action concerning Brian Price. Even though the action was discontinued by ASIC an application for costs reimbursement was denied by ASIC;
- The FEX Equity Markets Pty Ltd takeover offer of NSX Limited expired on 2 December 2011. FEX Equity voting power has increased to 50.803%;
- The Annual General Meeting for NSX was held on 17 November 2011. All resolutions were passed at the meeting;
- Emlyn Scott was appointed Chief Executive Officer on 3 October 2011. Michael Cox remains as a Director and Chairman of the company;
- NSX is conducting a review of the general fee structure across the business to better align them with current market trends.



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

During the quarter:

1. iQnovate Limited (NSX: IQN) successfully listed on NSXA. There is one application for listing pending, Precious Metals Investments Limited (NSX Code: PMZ). Full details of these companies can be found on the NSXA website;
2. International Petroleum Limited (NSX: IOP) successfully applied to trade on a trading platform in the US, for quotation of its securities. This demonstrates a maturing of the NSXA market and the ability of companies to access institutional investors;
3. The migration of 29 SIM VSE issuers to NSXA was completed on 3 January 2012. These companies were all listed initially on the Bendigo Stock Exchange and are not from the clean technology sector;
4. Dayton Way Financial and AFS Capital Management were official approved as Participants on NSXA;
5. Baker McKenzie and Lawler Hacketts were approved as Nominated Advisers.

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

During the quarter:

1. Telezon Limited (SIM: TLZ) successfully migrated from ASX and listed on SIM VSE. Greentech Flagship Limited (SIM: GTF) successfully listed on SIM VSE;
2. There was one new application for listing during the quarter that remains pending: Frontier Solar Limited.
3. AFS Capital Management, Taylor Collison and Shaw Stockbroking were officially approved as Brokers.

For further information please contact:

Emlyn Scott
Chief Executive Officer
Mobile: 02 4921 2450
Email: emlyn.scott@nsxa.com.au

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 December 2011

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (6... months) \$A'000
1.1 Receipts from customers	97	704
1.2 Payments for		
(a) staff costs	(263)	(682)
(b) advertising and marketing	(6)	(15)
(c) research and development	-	-
(d) leased assets	-	-
(e) other working capital	(779)	(1,478)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	31	131
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net operating cash flows	(920)	(1,340)

+ 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 (...6... months) \$A'000
1.8 Net operating cash flows (carried forward)	(920)	(1,340)
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	(3)	(3)
(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	(923)	(1,343)
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	(923)	(1,343)
1.21 Cash at beginning of quarter/year to date	4,528	4,948
1.22 Exchange rate adjustments to item 1.20		
	3,605	3,605
1.23 Cash at end of quarter		

+ 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	\$89,713
1.25	Aggregate amount of loans to the parties included in item 1.11	-

1.26 Explanation necessary for an understanding of the transactions

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

-

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	-	-
3.2	Credit standby arrangements	-	-

+ See chapter 19 for defined terms.

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	1,380	1,803
4.2 Deposits at call	2,225	2,725
4.3 Bank overdraft	-	-
4.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.23)	3,605	4,528

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

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.

Therefore \$1,700,000 is not available cash for use by the NSX Group as working capital. The following table details the impact of these arrangements on NSX Limited's cash balances.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Total cash at end of quarter (item 1.23)	3,605	4,528
5.3 Deposits held for Equity Markets Compensation Arrangements.	(1,700)	(1,700)
5.4 Other (provide details)	-	-
Total: cash available for use by the Group	1,905	2,828

+ See chapter 19 for defined terms.

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:Michael Cox..... Date: ..13.January 2012.....
(Director)

Print name:Michael Cox.....

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.