

Appendix 4C

Quarterly Report

for entities admitted on the basis of commitments

Name of entity:

QUESTE COMMUNICATIONS LTD and controlled entity

ACN or ARBN

081 688 164

Quarter Ended

31 March 2016

Consolidated statement of cash flows

Cash flows related to operating activities

	Company		Consolidated	
	Current Quarter June 16 \$' 000	Year to Date 12 months \$' 000	Current Quarter June 16 \$' 000	Year to Date 12 months \$' 000
1.1 Receipts from customers	-	-	-	-
1.2 Payments for		-		
(a) staff costs	(129)	(575)	(207)	(854)
(b) advertising and marketing	-	-	-	-
(c) research and development	-	-	-	-
(d) leased assets	-	-	-	-
(e) other working capital	97	245	31	(98)
1.3 Dividends received	-	20	1	229
1.4 Interest and other items of a similar nature received	-	2	-	5
1.5 Interest and other costs of finance paid	-	-	-	-
1.6 Income taxes (paid)/refund	-	-	-	-
1.7 Other (provide details if material)	-	-	-	-
Net operating cash flows	(32)	(308)	(175)	(718)

Notes:

The Company currently has a 59.86% interest (31 March 2015: 59.86%) in ASX listed investment company, Orion Equities Limited ("OEQ"). OEQ is a controlled entity of the Company under the Accounting Standards. Therefore, the Consolidated columns in this Quarterly Cash Flow Report takes into account the cash flows of the Company and its controlled entity, OEQ.

	Company		Consolidated	
	Current Quarter June 16 \$' 000	Year to Date 12 months \$' 000	Current Quarter June 16 \$' 000	Year to Date 12 months \$' 000
1.8 Net operating cash flows (carried forward)	(32)	(308)	(175)	(718)
Cash flows related to investing activities				
1.9 Payment for acquisition of:				
(a) businesses (item 5)	-	-	-	-
(b) equity investments	-	(53)	(9)	(153)
(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	326	466	353	965
(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	326	413	344	812
1.14 Total operating and investing cash flows	294	105	169	94
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)				
- Proceeds from call on QUE Partly Paid shares	15	181	15	181
- Unclaimed Moneys transferred to WA Treasury	-	-	-	(13)
- OEQ On-Market Share Buy Back	-	-	-	(49)
- QUE Equal Access Scheme Share Buy Back	(300)	(300)	(300)	(300)
Net financing cash flows	(285)	(119)	(285)	(181)
Net increase (decrease) in cash held	9	(14)	(116)	(87)
1.21 Cash at beginning of quarter/year to date	125	148	318	289
1.22 Exchange rate adjustments to item 1.20	-	-	-	-
1.23 Cash at end of month	134	134	202	202

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 June 16 \$' 000
1.24 Aggregate amount of payments to the parties included in item 1.2	(100)
1.25 Aggregate amount of loans to the parties included in item 1.11	-

1.26 Explanation necessary for an understanding of the transactions

Payments for Item 1.24 includes:
(1) \$22,371 Attributable to the Company: and
(2) \$77,271 - Attributable to Controlled Entity, OEQ.

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

None.

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.

Financing facilities available

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

	Amt available \$' 000	Amount used \$' 000
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	-	-

Reconciliation of cash

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

	Company		Consolidated	
	Current Quarter \$' 000	Previous Quarter \$' 000	Current Quarter \$' 000	Previous Quarter \$' 000
4.1 Cash on hand and at bank	112	103	180	296
4.2 Deposits at call	22	22	22	22
4.3 Bank overdraft	-	-	-	-
4.4 Other (Bank Bills)	-	-	-	-
Total: cash at end of month (item 1.23)	134	125	202	318

Acquisitions and disposals of business entities

	Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1 Name of entity	-	-
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 or other standards acceptable to ASX.
- 2 This statement **does** give a true and fair view of the matters disclosed.

Date: 14 July 2016

Victor Ho
Company Secretary

The **Company** currently holds the following listed share investments:

	30-Jun-16			
	No Shares/Units	% Interest	Last Bid Price	Market Value
Shares in Orion Equities Limited (OEQ)	9,367,653	59.86%	\$0.160	\$1,498,824
Shares in Bentley Capital Limited (BEL)	1,300,000	2.38%	\$0.135	\$175,500
Other listed shares	various	various	various	\$6,582
				<u>\$1,680,906</u>

The above investments are regarded as liquid assets to supplement the Company's cash reserves.