

CORRECTION - MARCH 2020 QUARTERLY CASH FLOW

Swift Media Limited (“Swift Media”, “the Company”) (ASX:SW1) advises that an error in the March 2020 ASX Appendix 4C has been brought to the Company’s attention. A corrected ASX Appendix 4C is attached.

The error contained in the original ASX Appendix 4C lodged on 30 April 2020 was that incorrect amounts were included in section 8 of the Appendix. The corrected amounts show that the Company has 10 quarters of funding available per the calculation as set out in the Appendix rather than the 1 quarter shown in the original Appendix 4C.

Additional disclosure under LR4.7C.1

Summary of expenditure incurred by activity for the March 2020 quarter.

	Swift Networks	Medical Channel	Total
Sales	4,791	1,079	5,866
Operating Expenditure	(4,451)	(1,601)	6,048
Net operating expenditure	340	(522)	(182)

ENDS

ABOUT SWIFT MEDIA LIMITED

Swift Media is a specialist media company delivering premium entertainment, communications, and advertising to an audience of 5M+ via 70,000 digital assets nationally across Mining and Resources, Residential Aged Care and Health & Wellbeing environments. We connect and engage communities through entertainment and communications solutions.

This announcement was approved and authorised for release by the Continuous Disclosure Committee.

FOR MORE INFORMATION, PLEASE CONTACT:

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Appendix 4C

Quarterly cash flow report for entities subject to Listing Rule 4.7B

Name of entity

Swift Media Limited

ABN

54 006 222 395

Quarter ended ("current quarter")

31 Mar 2020

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	5,866	19,877
1.2 Payments for		
(a) research and development	-	-
(b) product manufacturing and operating costs	(2,363)	(10,463)
(c) advertising and marketing	(20)	(125)
(d) leased assets	-	-
(e) staff costs	(2,512)	(8,315)
(f) administration and corporate costs	(738)	(3,117)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	55	169
1.5 Interest and other costs of finance paid	(333)	(679)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material) Net GST paid/refundable	(137)	(179)
1.9 Net cash from / (used in) operating activities	(182)	(2,832)
2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	(213)	(1,696)
(d) investments	-	-
(e) intellectual property	-	-

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
(f) other non-current assets	(209)	(1,451)
2.2 Proceeds from disposal of:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-
(e) intellectual property	-	-
(f) other non-current assets	215	215
2.3 Cash flows from loans to other entities	-	-
2.4 Dividends received (see note 3)	-	-
2.5 Other (provide details if material)	-	-
2.6 Net cash from / (used in) investing activities	(207)	(2,932)

3. Cash flows from financing activities		
3.1 Proceeds from issues of equity securities (excluding convertible debt securities)	511	2,434
3.2 Proceeds from issue of convertible debt securities	-	900
3.3 Proceeds from exercise of options	-	150
3.4 Transaction costs related to issues of equity securities or convertible debt securities	(65)	(175)
3.5 Proceeds from borrowings	-	9,067
3.6 Repayment of borrowings	(367)	(3,016)
3.7 Transaction costs related to loans and borrowings	(10)	(919)
3.8 Dividends paid	-	-
3.9 Other – Repayment of lease liabilities	(313)	(1,205)
3.10 Net cash from / (used in) financing activities	(244)	7,236

4. Net increase / (decrease) in cash and cash equivalents for the period		
4.1 Cash and cash equivalents at beginning of period	2,528	423
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(182)	(2,832)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(207)	(2,932)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(244)	7,236
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	1,895	1,895

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	1,844	2,477
5.2	Call deposits	51	51
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	1,895	2,528

6. Payments to related parties of the entity and their associates

6.1 Aggregate amount of payments to related parties and their associates included in item 1

6.2 Aggregate amount of payments to related parties and their associates included in item 2

**Current quarter
\$A'000**

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Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments

Quarterly cash flow report for entities subject to Listing Rule 4.7B

7. Financing facilities

Note: the term "facility" includes all forms of financing arrangements available to the entity.

Add notes as necessary for an understanding of the sources of finance available to the entity.

	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1 Loan facilities	8,626	8,626
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 Total financing facilities	8,626	8,626

7.5 **Unused financing facilities available at quarter end** -

7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.

\$8million secured facility with Pure Asset Management maturing in December 2023. Interest is charged at a rate of 10% per annum. Financial covenants associated with the facility have been waived for the remainder of 2020.

\$626k unsecured convertible note maturing in September 2020. The outstanding balance has reduced to \$376k after a conversion to equity in April 2020.

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (Item 1.9)	(182)
8.2 Cash and cash equivalents at quarter end (Item 4.6)	1.895
8.3 Unused finance facilities available at quarter end (Item 7.5)	-
8.4 Total available funding (Item 8.2 + Item 8.3)	1.895
8.5 Estimated quarters of funding available (Item 8.4 divided by Item 8.1)	10

8.6 If Item 8.5 is less than 2 quarters, please provide answers to the following questions:

1. Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

Answer:

2. Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Answer:

3. Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer:

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 18 May 2020

Authorised by: Disclosure Committee
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.