

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

30 September 2015

Consolidated statement of cash flows

Cash flows related to operating activities

	Company		Consolidated	
	Current Quarter September 15 \$' 000	Year to Date 3 months \$' 000	Current Quarter September 15 \$' 000	Year to Date 3 months \$' 000
1.1 Receipts from customers	-	-	-	-
1.2 Payments for		-		
(a) staff costs	(139)	(139)	(213)	(213)
(b) advertising and marketing	-	-	-	-
(c) research and development	-	-	-	-
(d) leased assets	-	-	-	-
(e) other working capital	15	15	(38)	(38)
1.3 Dividends received	10	10	114	114
1.4 Interest and other items of a similar nature received	-	-	-	-
1.5 Interest and other costs of finance paid	-	-	-	-
1.6 Income taxes (paid)/refund	-	-	-	-
1.7 Other (provide details if material)	-	-	-	-
- <i>Security Deposit</i>	-	-	-	-
Net operating cash flows	(114)	(114)	(137)	(137)

Notes:

The Company currently has a 59.86% interest (30 June 2015: 59.06%) 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.

The Company's interest in OEQ increased during the quarter as a consequence of OEQ cancelling 211,300 shares bought-back pursuant to an on-market share buy-back announced on 5 June 2015.

	Company		Consolidated	
	Current Quarter September 15 \$' 000	Year to Date 3 months \$' 000	Current Quarter September 15 \$' 000	Year to Date 3 months \$' 000
1.8 Net operating cash flows (carried forward)	(114)	(114)	(137)	(137)
Cash flows related to investing activities				
1.9 Payment for acquisition of:				
(a) businesses (item 5)	-	-	-	-
(b) equity investments	(26)	(26)	(52)	(52)
(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	27	27	421	421
(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)	-	-	-	-
Capital return from equity investment	-	-	-	-
Net investing cash flows	1	1	369	369
1.14 Total operating and investing cash flows	(113)	(113)	232	232
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)				
- Unclaimed Moneys transferred to WA Treasury	-	-	(13)	(13)
- OEQ On-Market Share Buy Back	-	-	(49)	(49)
Net financing cash flows	-	-	(62)	(62)
Net increase (decrease) in cash held	(113)	(113)	170	170
1.21 Cash at beginning of quarter/year to date	148	148	289	289
1.22 Exchange rate adjustments to item 1.20	-	-	-	-
1.23 Cash at end of month	35	35	459	459

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 September 15 \$' 000
1.24 Aggregate amount of payments to the parties included in item 1.2	(114)
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) \$40,270 Attributable to the Company: and
(2) \$73,808 - 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	14	127	438	277
4.2 Deposits at call	21	21	21	21
4.3 Bank overdraft	-	-	-	-
4.4 Other (Bank Bills)	-	-	-	-
Total: cash at end of month (item 1.23)	35	148	459	298

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: 13 October 2015

Victor Ho
Company Secretary

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

	30-Sep-15			
	No Shares/Units	% Interest	Last Bid Price	Market Value
Shares in Orion Equities Limited (OEQ)	9,367,653	59.86%	\$0.190	\$1,779,854
Shares in Bentley Capital Limited (BEL)	1,740,625	2.38%	\$0.140	\$243,688
Other listed shares	various	various	various	\$90,261
Units in unlisted managed fund	161,767	n/a	\$1.596	\$258,180
				<u>\$2,371,983</u>

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