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

Name of entity

ALTERA CAPITAL LIMITED

ACN or ARBN

082 541 437

Quarter Ended

30 June 2006

Consolidated statement of cash flows

		Company	
		Current Quarter June 2006 $' 000	Year to Date 12 months $' 000
	Cash flows related to operating activities		
1.1	Receipts from customers	-	47
1.2	Payments for		
	(a) staff costs	-	(155)
	(b) advertising and marketing	-	-
	(c) research and development	-	-
	(d) leased assets	-	-
	(e) other working capital	(4)	(83)
1.3	Dividends received	-	-
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	-	-
1.7	Other (provide details if material)		
	(a) Professional fees	-	(134)
	(b) Payments made pursuant to litigation cost orders	-	(175)
	Net operating cash flows	**(4)**	**(500)**

		Company	
		Current Quarter June 2006 $' 000	Year to Date 12 months $' 000
1.8	Net operating cash flows (carried forward)	**(4)**	**(500)**
	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)	-	-
	- Loan from other entities	-	-
	- Cash received from return of capital effected by Sofcom Limited	-	**366**
	Net investing cash flows	-	**366**
1.14	**Total operating and investing cash flows**	**(4)**	**(134)**
	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	**4**	**50**
1.18	Repayment of borrowings	-	-
1.19	Dividends paid	-	-
1.20	Other (provide details if material)	-	-
	Net financing cash flows	**4**	**50**
	Net increase (decrease) in cash held	-	**(84)**
1.21	Cash at beginning of month/year to date	**17**	**101**
1.22	Exchange rate adjustments to item 1.20		-
1.23	**Cash at end of month**	**17**	**17**

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 2006 $'000
1.24	Aggregate amount of payments to the parties included in item 1.2	-
1.25	Aggregate amount of loans to the parties included in item 1.11	-

1.26 Explanation necessary for an understanding of the transactions

All Directors and the Company Secretary have agreed to suspend receipt of their remuneration payable to them from 1 July 2005.

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	50	50
3.2	Credit standby arrangements	-	-

On 1 August 2005 at the request of the Company (AEA), Strike Resources Limited (formerly Fast Scout Limited) (SRK) and Queste Communications Limited (QUE) agreed to provide financial accommodation (by way of a loan) of up to $33,000 and $17,000 respectively to AEA on an unsecured basis (at 7% per annum interest) to meet the working capital requirements of AEA and agreed not to call upon AEA to repay such loan and accrued interest (in part or in whole) until such time as AEA had raised further equity funds sufficient to discharge such loan (and accrued interest) and to meet the ongoing working capital requirements of AEA.

On 3 November 2005, AEA received $25,000 from SRK and $13,000 from QUE (approximately 75% of the loan accommodation) pursuant to its agreement to provide financial accommodation to AEA. On 17 March 2006 a further $8,000 was received from SRK. On 26 April 2006, a further $4,000 was provided by QUE.

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 Current Quarter $' 000	Company Previous Quarter $' 000
4.1	Cash on hand and at bank	**17**	**17**
4.2	Deposits at call	-	-
4.3	Bank overdraft	-	-
4.4	Other (Bank Bills)	-	-
	Total: cash at end of month (item 1.22)	**17**	**17**

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 (except to the extent that information is not required because of note 2) or other standards acceptable to SAX.

2 This statement **does** give a true and fair view of the matters disclosed.

Date: **14 July 2006**

Victor Ho
Company Secretary