Swish|Group
DIGITAL MEDIA

The Swish Group Limited
ABN 93 085 545 973

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30 July 2004

Australian Stock Exchange Limited
Companies Announcements Office
4th Floor
20 Bridge Street
SYDNEY NSW 2000

Dear Sir

THE SWISH GROUP LIMITED
QUARTERLY CASH FLOW STATEMENT TO 30 JUNE 2004

The Swish Group Limited (**"Swish Group" or "Company"**) is pleased to present its Appendix 4C Cash Flow Statement for the quarter ended 30 June 2004.

Net operating cash outflow for the quarter ended 30 June 2004 was $571,000. Total cash balances were $433,000 as at 30 June 2004. The net decrease in cash held during the quarter was $353,000. The cash balance at 30 July 2004 was $485,000.

During the quarter ended 30 June 2004 the Company completed a share placement to sophisticated investors at 2 cents per share to raise $320,000, in order to fund the acquisition of the business of GRV Media Pty Ltd, now renamed Swish Transit, which provides audio-visual entertainment and advertising programmes onto the Sydney Metro Light Rail system, and for working capital. The Company also entered into a $150,000 loan agreement with a third party financier to finance the supply and installation of its digital video on demand and high speed internet system at the Batman's Hill on Collins Hotel in Melbourne.

On 9 July 2004 shareholders gave approval for the Company to enter into a convertible note facility with Media Entertainment Pty Ltd (a company associated with Directors, Mr. Cary Stynes, Mr. Peter Crafter and Mr. Stephen Layton) under which the Company will be entitled on the acceptance of budgets by Media Entertainment Pty Ltd to draw down up to $500,000. The facility has been provided by way of a convertible note facility. Separate shareholder approval will be sought in the event that an amount is drawn down under the convertible note facility and Media Entertainment Pty Ltd wishes to convert the amount drawn down into shares in the Company.

At that meeting shareholders also gave approval for the Directors to issue, by no later than 9 October 2004, up to an additional 50,000,000 fully paid ordinary shares in the Company. The Company proposes to conduct a placement to sophisticated investors over the next two months.

The Company's HoteLinx system has recently been installed in the 190 room Batman's Hill on Collins Hotel in Melbourne and is expected to begin generating revenue on 1 August. The Company recently announced that it had received an executed Letter of Intent from the 520 room Crowne Plaza Hotel Dubai, part of the prestigious Intercontinental Hotel Group, confirming its intention to purchase the Hotelinx system for its marquee 5 star Dubai hotel.

The Company is also considering a range of additional acquisition opportunities in its core digital media and location television businesses and anticipates establishing sales offices for its SX Technology hotel digital video on demand and high speed internet system in Singapore and the United Arab Emirates this quarter.

The Directors believe that the Company has an extremely exciting future and that it has sufficient funds available for the ongoing operation and future development of the Company's business.

If you require any further information please contact:

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Managing Director
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Yours faithfully

Cary P Stynes
Managing Director

Rule 4.7B

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Introduced 31/3/2000. Amended 30/9/2001

Name of entity

The Swish Group Limited

ABN	Quarter ended ("current quarter")
93 085 545 973	30 June 2004

Consolidated statement of cash flows

	Cash flows related to operating activities	Current quarter $A'000	Year to date (.12.months) $A'000
1.1	Receipts from customers	566	2,344
1.2	Payments for (a) staff costs	(508)	(1,885)
	(b) advertising and marketing	-	(25)
	(c) research and development	-	-
	(d) leased assets	(26)	(57)
	(e) other working capital	(596)	(2,041)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	4	14
1.5	Interest and other costs of finance paid	(11)	(26)
1.6	Income taxes paid	-	(3)
1.7	Other (provide details if material)	-	-
	Net operating cash flows	(571)	(1,679)

+ See chapter 19 for defined terms.

		Current quarter $A'000	Year to date (12 months) $A'000
1.8	Net operating cash flows (carried forward)	(571)	(1,679)
	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	(204)	(762)
	(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	(204)	(762)
1.14	**Total operating and investing cash flows**	(775)	(2,441)
	Cash flows related to financing activities		
1.15	(a) Proceeds from issues of shares, options, etc.	320	2,399
	(b) Funding provided by Xerts Hotel Technology Pty Ltd for SX Technology Pty Ltd	-	318
1.16	Proceeds from sale of forfeited shares	-	-
1.17	Proceeds from borrowings		
	(a) Hire Purchase finance received from National Australia Bank Limited	-	606
	(b) Secured loan from Challand Pty Ltd	150	150
1.18	Repayment of borrowings		
	(a) Hire Purchase repayments	(48)	(121)
	(b) Repayment of Hire Purchase debt taken over from Afterpost Pty Ltd	-	(544)
1.19	Dividends paid	-	-
1.20	Other (provide details if material)		
	(a) Repayment of Director's loans	-	(50)
	(b) Capital raising costs	-	(79)
	Net financing cash flows	422	2,679
	Net increase (decrease) in cash held	(353)	238
1.21	Cash at beginning of quarter/year to date	786	195
1.22	Exchange rate adjustments to item 1.20	-	-
1.23	**Cash at end of quarter**	433	433

+ 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	56
1.25	Aggregate amount of loans to the parties included in item 1.11	-

1.26 Explanation necessary for an understanding of the transactions

Item 1.15 (b) refers to funding provided by the Company's former joint venture partner in SX Technology Pty Ltd (Xerts Hotel Technology Pty Ltd) towards the development work on the hotel-based digital video on demand, communication and services network.

Item 1.17 (a) refers to finance provided by National Australia Bank Limited under a Hire Purchase facility.

Item 1.17 (b) refers to a loan provided by Challand Pty Ltd to SX Technology Pty Ltd to finance the purchase of high speed internet and digital video on demand equipment. The loan is secured by a fixed and floating charge over SX Technology Pty Ltd.

Item 1.18 (b) refers to repayment of Hire Purchase debt associated with the business of Afterpost Pty Ltd acquired by the Company in October 2003.

Item 1.20 (a) refers to repayment of $39,610 of a loan from Martin Gardiner Computer Consultants Pty Ltd (a company associated with former Director, Mr. Martin Gardiner) in the quarter ended 30 September 2003 and repayment of $10,000 of a loan from Media Entertainment Pty Ltd (a company associated with Directors Mr. Cary Stynes, Mr. Peter Crafter and Mr. Stephen Layton) in the quarter ended 31 March 2004.

Item 1.24 refers to aggregate Directors' remuneration paid in the quarter.

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

N/A

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

N/A

+ See chapter 19 for defined terms.

Financing facilities available

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

		Amount available $A'000	Amount used $A'000
3.1	Loan facilities - Convertible Note – related party (secured) - National Australia Bank Hire Purchase facility (secured) - Challand Pty Ltd – loan facility (secured) - Total	500 606 150 1,256	- 606 150 756
3.2	Credit standby arrangements	-	-

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	170	207
4.2	Deposits at call	238	554
4.3	Bank overdraft	-	-
4.4	Other (cash held in a separate bank account to secure a bank guarantee in respect of leased office accommodation)	25	25
	Total: cash at end of quarter (item 1.22)	433	786

Acquisitions and disposals of business entities

		Acquisitions *(Item 1.9(a))*	Disposals *(Item 1.10(a))*
5.1	Name of entity	Swish Transit Pty Ltd	-
5.2	Place of incorporation or registration	Victoria	-
5.3	Consideration for acquisition or disposal	$30,000	-
5.4	Total net assets	$465	-
5.5	Nature of business	Produces audio visual entertainment and advertising programmes for public transport vehicles.	-

+ 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: .... Date: ....30 July 2004.........................
(Director)

Print name: .... Cary P. Stynes...

+ See chapter 19 for defined terms.

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 1026: Statement of Cash Flows* apply to this report except for the paragraphs of the Standard set out below.

   - 6.2 - reconciliation of cash flows arising from operating activities to operating profit or loss
   - 9.2 - itemised disclosure relating to acquisitions
   - 9.4 - itemised disclosure relating to disposals
   - 12.1(a) - policy for classification of cash items
   - 12.3 - disclosure of restrictions on use of cash
   - 13.1 - comparative information

3. **Accounting Standards.** ASX will accept, for example, the use of International Accounting 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.

+ See chapter 19 for defined terms.