

**JATENERGY LIMITED**

ABN 31 122 826 242

ASX CODE: JAT**AUSTRALIAN REGISTERED OFFICE**

Floor 6, Suite 8
55 Miller Street
PYRMONT NSW 2009 AUSTRALIA

CONTACT DETAILS

Telephone	+61 2 9571 8300
Facsimile	+61 2 9571 8200
Email	info@jatenergy.com
Web	www.jatenergy.com

ASX ANNOUNCEMENT

30 October 2015

Update Commentary Sales to China

HIGHLIGHTS

- Jatenergy Limited shows cash returns on the sale of soft commodities to China.
- Chinese demand for Australian health products is increasing and Jatenergy working with HealthOne Pty Ltd to source more products.

Commentary on Jatenergy 4C

Shareholders will be pleased to note that Jatenergy Limited's (Jatenergy) 4C shows revenue of \$18,000 from trading activities and expected to grow significantly in the coming quarters. The increase reflects the company's drive to bring positive cash flows to the company through Fast Moving Commodity Consumer Goods sales (FMCGs). The focus is on exporting Australian health products to China with demand for our products outstripping supply. Jatenergy is working with HealthOne Pty Ltd to source product that is "known" in China to be "real" Australian and not counterfeit. HealthOne is Australia's leading pharmacy access and strategy company. With over 150 employees across Australia, HealthOne is one of a small group of Australian healthcare companies that is growing through innovative positioning of leading consumer health and prescription brands.

"The current collaboration with Jatenergy unlocks the potential for Australian healthcare brands. The growth will be significant and will see the entity as the lead for Chinese/Australian healthcare brand collaboration", said Carl Tuhtan, Director HealthOne Pty Ltd.

Recently the Australian health business Swisse had been acquired by a Chinese company for a record \$1.67 billion. Blackmores (ASX: BLK) has also risen on continued increase in sales, mostly for Chinese importers. Jatenergy is actively working in this market to take advantage of the ever increasing Chinese demand.

Jatenergy continues to expand its current offering of health supplements to include toiletries, baby milk formulae and cosmetic lotions. "Using our Chinese marketing and sales set-up coupled with our Australian sourcing network we should continue to build more sales of Australian product, which will be reflective in our future cash flow releases", said Wilton Yao, Director, Jatenergy.



In order to provide great Australian products to China, Jatenergy recently signed a number of supply and/or distribution agreements with some major Australian manufacturers and suppliers and will continue to seek direct support from more Australian major brands and export quality Australian health products, milk powders and food products to China as well as other Asian countries.

The Australian Government has been proactive in bringing Australian product to China having recently signed the Chinese free trade agreement. They recognise that China is Australia's biggest export trade partner having accounted for over 33% of export trade. This builds from trade deals already concluded with Korea and Japan. The most recent is the TPP (Trans Pacific Pact) bring 13 countries together under one agreement including Australia.

About Jatenergy

Jatenergy (ASX: JAT) is an ASX listed energy investment company, focused on conventional, second generation and energy conversion technologies. Jatenergy also trades in soft commodities, acquires projects and technologies, and creates value through its extensive marketing and promotion activities.

Media and Management Contact

Tony Crimmins
+61 2 9571 8300
t.crimmins@jatenergy.com

About Jatenergy	Directors	Jatenergy Limited
Jatenergy Limited is a Sydney-based diversified energy company operating in both Australia and Asia. Jatenergy's strategic focus is on producing cash returns from its trading and coal assets as well as implementing the proprietary technologies for upgrading low grade coal and recovery of energy materials from waste materials.	Tony Crimmins Executive Chairman Mr Xipeng Li Non-Executive Director Mr Wilton Yao Non-Executive Director	ABN 31 122 826 242 ASX code JAT Ordinary fully paid shares 141,456,840

Rule 4.7B

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Introduced 31/03/00 Amended 30/09/01, 24/10/05, 17/12/10

Name of entity

JAT Energy Limited

ABN

31 122 826 242

Quarter ended ("current quarter")

30 September 2015

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (3 months) \$A'000
1.1	Receipts from FMCG trading	18	18
1.2	Payments for (a) FMCG trading products	(14)	(14)
	(b) consultant/director costs	(58)	(58)
	(c) research and development		
	(d) leased assets		
	(e) other working capital	(72)	(72)
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 (Net GST)		
	Net operating cash flows	(126)	(126)

+ See chapter 19 for defined terms.

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

	Current quarter \$A'000	Year to date (12 months) \$A'000
1.8 Net operating cash flows (carried forward)	(126)	(126)
1.9 Cash flows related to investing activities		
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)		
	-	-
Net investing cash flows		
1.14 Total operating and investing cash flows	(126)	(126)
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)	-	-
	-	-
Net financing cash flows		
Net increase (decrease) in cash held	(126)	(126)168
1.21 Cash at beginning of quarter/year to date	430	430
1.22 Exchange rate adjustments to item 1.20		-
1.23 Cash at end of quarter	304	304

+ 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	30
1.25	Aggregate amount of loans to the parties included in item 1.11	-

1.26 Explanation necessary for an understanding of the transactions

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

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

Financing facilities available

Add notes as necessary for an understanding of the position.

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

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

Reconciliation of cash

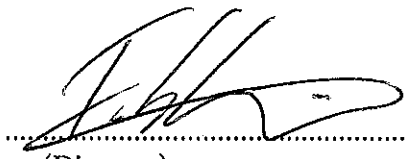
Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.		Current quarter \$A'000	Previous quarter \$A'000
4.1	Cash on hand and at bank	20	85
4.2	Deposits at call	284	345
4.3	Bank overdraft		-
4.4	Other (provide details)		-
Total: cash at end of quarter (item 1.23)		304	430

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

Sign here:  Date: 30 October 2015
 (Director)

Print name: Tony Crimmins

+ 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 107: Statement of Cash Flows* apply to this report except for any additional disclosure requirements requested by AASB 107 that are not already itemised in this report.
3. **Accounting Standards.** ASX will accept, for example, the use of International Financial Reporting 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.

