# Intec Ltd

**ABN 25 001 150 849**

*Superior and Sustainable Metals Production*

Level 3
100 Mount Street
North Sydney NSW 2060 Australia
PO Box 1507
North Sydney NSW 2059 Australia

Phone: 02-9954 7888
Email: mail@intec.com.au
Website: www.intec.com.au
ASX code: INL

Companies Announcements Office
Australian Securities Exchange

26 July 2013

**Quarterly Activities Report: Appendix 4C June 2013**

On behalf of Intec Ltd (ASX code: INL, Intec or the Company), I now attach the June 2013 Quarterly Report for Entities Admitted on the Basis of Commitments (Appendix 4C).

## Operations Update

### *Tasmanian Operations*

Since the March Quarterly report, the Company received approximately 22 tonnes of industrial waste from the ACL Group. This material is being processed through the Burnie Research Facility. The operation will be cashflow positive and will make a material contribution to offsetting yearly holding costs of the Burnie Research Facility, including employee costs.

The remediation work on the former EAF Dust storage site at Hellyer has now been completed. The Company is now awaiting approval of the remediation work by EPA Tasmania and this is expected to be received during the current Quarter.

The Company has also commenced investigations into obtaining value from its wholly-owned Zeehan slag dump on the West Coast of Tasmania.

### *IRC Project*

The status of the IRC Project remains unchanged. The completed engineering design package will be delivered to the client upon receipt of an overdue payment due to Intec International Projects Pty Ltd (IIP, an incorporated 50:50 joint venture between the Company and Mr Reza Maghzian). During the Quarter, Mr Maghzian conducted extensive meetings with the client in Iran on behalf of IIP and set out the contractual difficulties arising from the long overdue payment.

### *Bass Metals Ltd*

Intec holds a 5.9% interest in Bass Metals Ltd (Bass Metals) and has a royalty in relation to base metals extracted from Bass Metals' Hellyer-Que River tenement portfolio. The Company continues to monitor the progress of Bass Metals.

***Corporate***

The Company continued to review corporate and asset acquisition opportunities, while preserving its cash resources through careful cost control. The Company's total cash available at the end of the quarter was $3.403 million.

**Intec Ltd**

**Kieran Rodgers**
Managing Director

# Appendix 4C

## Quarterly report for entities admitted on the basis of commitments

Name of entity

**Intec Ltd**

| ABN | Quarter ended ("current quarter") |
|---|---|
| **25 001 150 849** | **30 June 2013** |

**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 product sales and related debtors | - | 253 |
| 1.2 | Payments for | | |
| | (a) advertising and marketing | - | - |
| | (b) zinc bearing concentrate cost of sales | - | (121) |
| | (c) hydrometallurgical process development | (181) | (1,046) |
| | (d) administration costs and corporate overheads | (133) | (1,102) |
| 1.3 | Dividends received | - | - |
| 1.4 | Interest and other items of a similar nature received | 42 | 174 |
| 1.5 | Interest and other costs of finance paid | - | (4) |
| 1.6 | Income tax paid | - | - |
| 1.7 | Royalty income | - | 499 |
| 1.8 | Other Income | 1 | 539 |
| | **Net Operating Cash Flows** | (271) | (808) |
| | **Cash flows related to investing activities** | | |
| 1.9 | Payment for acquisition of: | | |
| | (a) businesses | - | - |
| | (b) equity investments | - | - |
| | (c) intellectual property | - | - |
| | (d) physical non-current assets | - | - |
| | (e) other non-current assets | - | - |
| 1.10 | Proceeds from disposal of: | - | - |
| | (a) businesses | - | - |
| | (b) equity investments | - | - |
| | (c) intellectual property | - | - |
| | (d) physical non-current assets | - | 10 |
| | (e) other non-current assets | - | - |
| 1.11 | Loans to other entities | - | - |
| 1.12 | Loans repaid by other entities | - | - |
| 1.13 | Other: Refund of Environmental Bonds | - | 2,701 |
| | Refund of Security Bond | - | 124 |
| | **Net investing cash flows** | - | 2,835 |
| 1.14 | **Total operating and investing cash flows** | (271) | 2,027 |

# Appendix 4C (Continued)

## Quarterly report for entities admitted on the basis of commitments

| | | Current quarter $A'000 | Year to date (12 months) $A'000 |
|---|---|---|---|
| | **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) | - | (24) |
| | Share Issue Costs | - | - |
| | **Net financing cash flows** | - | (24) |
| | **Net increase (decrease) in cash held** | (271) | 2,003 |
| 1.21 | Cash at beginning of quarter/year | 3,674 | 1,400 |
| 1.22 | Exchange rate adjustments to item 1.20 | - | - |
| 1.23 | **Cash at end of quarter/year** | **3,403** | **3,403** |

**Payments to directors of the entity and associates of the directors**
**Payments to related entities of the entity and associates of the related entities**

| | | |
|---|---|---|
| 1.24 | Aggregate amount of payments to the parties included in item 1.2 | 31 |
| 1.25 | Aggregate amount of loans to the parties included in item 1.10 | - |

1.26 Explanation necessary for an understanding of the transactions

| |
|---|
| Directors fees at normal commercial rates. |

**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 | Nil |
| 2.2 | Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest | Nil |

# Appendix 4C (Continued)

## Quarterly report for entities admitted on the basis of commitments

**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 | Nil | Nil |
| 3.2 | Credit standby arrangements | Nil | Nil |

**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 | 44 |
| 4.2 | Deposits at call | 83 | 130 |
| 4.3 | Bank overdraft | - | |
| 4.4 | Term Deposits | 3,300 | 3,500 |
| | **Total: cash at end of quarter (item 1.23)** | **3,403** | **3,674** |

| 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/~~does not~~ give a true and fair view of the matters disclosed.

Sign here: Date: 26 July 2013

(Director/~~Company secretary~~)

Print name: **Kieran Rodgers**

## 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.