

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

Pharmaxis Ltd

ABN

75 082 811 630

Quarter ended ("current quarter")

30 September 2014

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter	Year to date
		\$A'000	(Three months) \$A'000
1.1	Receipts from customers	2,192	2,192
1.2	Payments for		
	(a) staff costs	(3,846)	(3,846)
	(b) advertising and marketing	(370)	(370)
	(c) research and development	(2,591)	(2,591)
	(d) leased assets	(3)	(3)
	(e) other	(4,422)	(4,422)
1.3	Dividends received		
1.4	Interest and other items of a similar nature received	237	237
1.5	Interest and other costs of finance paid		
1.6	Income taxes paid	-	-
1.7	Other – Government grants	-	-
	Net operating cash flows	(8,803)	(8,803)

+ See chapter 19 for defined terms.

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

	Current quarter \$A'ooo	Year to date (Three months) \$A'ooo
1.8 Net operating cash flows (carried forward)	(8,803)	(8,803)
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	(70)	(70)
(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	-	-
Net investing cash flows	(70)	(70)
1.14 Total operating and investing cash flows	(8,873)	(8,873)
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 Repayment of financing agreement	(97)	(97)
1.18 Repayment of borrowings		
1.19 Dividends paid		
1.20 Other (finance lease payments)	(349)	(349)
Net financing cash flows	(446)	(446)
Net increase (decrease) in cash held	(9,319)	(9,319)
1.21 Cash at beginning of quarter/year to date	34,182	34,182
1.22 Exchange rate adjustments to item 1.20	49	49
1.23 Cash at end of quarter	24,912	24,912

+ 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	60
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 represent directors fees for 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

Nil

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

Nil

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
Other	See below	See below

Refer to the Company's 2014 Statutory Annual Report for information concerning the Financing Agreement signed in January 2013 with NovaQuest Pharma Opportunities Fund III, LP.

- Note 17 to the Financial Statements (page 59)
- Note 26 to the Financial Statements (page 64)
- Section 1.10 of the Directors' Report (page 5)

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	1,431	973
4.2	Deposits at call	903	2,526
4.3	Bank overdraft	-	-
4.4	Other (provide details) - bank accepted bills and term deposits	22,578	30,683
Total: cash at end of quarter (item 1.23)		24,912	34,182

Acquisitions and disposals of business entities

		Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1	Name of entity	Nil	Nil
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~~* (delete one) give a true and fair view of the matters disclosed.



Sign here:
 (Chief Financial Officer/Company Secretary)

Date: 30 October 2014

Print name: David McGarvey

+ 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.