

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

AMENDED

Introduced 31/3/2000. Amended 30/9/2001, 24/10/2005.

Name of entity:

XRF Scientific Ltd

ABN

80 107 908 314

Quarter ended ("current quarter")

30 June 2007

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter 01 Apr'07 – 30 Jun'07 \$A'000	Year to date 01 Oct'06 – 30 Jun'07 \$A'000
1.1	Receipts from customers	4,081	8,680
1.2	Payments for		
	(a) staff costs	895	1,823
	(b) advertising and marketing	8	34
	(c) research and development	64	98
	(d) leased assets	11	58
	(e) other working capital	3,582	5,968
1.3	Dividends received	0	0
1.4	Interest and other items of a similar nature received	72	168
1.5	Interest and other costs of finance paid	23	40
1.6	Income taxes paid	84	159
1.7	Other (provide details if material)	2	2
Net operating cash flows		(512)	670

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	Current quarter 01 Apr'07 – 30 Jun'07 \$A'000	Year to date 01 Oct'06 – 30 Jun'07 \$A'000
1.8 Net operating cash flows (carried forward)	(512)	670
Cash flows related to investing activities		
1.9 Payment for acquisition of:		
(a) businesses (item 5)	0	0
(b) equity investments	0	0
(c) intellectual property	0	0
(d) physical non-current assets	140	216
(e) other non-current assets	0	1,298
1.10 Proceeds from disposal of:		
(a) businesses (item 5)	0	0
(b) equity investments	0	0
(c) intellectual property	0	0
(d) physical non-current assets	5	26
(e) other non-current assets	0	0
1.11 Loans to other entities	0	16
1.12 Loans repaid by other entities	0	0
1.13 Other – Loans repaid to entities of associates - Refer prospectus page number 74	0	233
Net investing cash flows	(135)	(1,737)
1.14 Total operating and investing cash flows	(647)	(1,067)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	0	4,564
1.16 Proceeds from sale of forfeited shares	0	0
1.17 Proceeds from borrowings	0	0
1.18 Repayment of borrowings	0	0
1.19 Dividends paid	217	226
1.20 Other (provide details if material)	0	0
Net financing cash flows	(217)	4,338
Net increase (decrease) in cash held	(864)	3,271
1.21 Cash at beginning of quarter/year to date	4,544	409
1.22 Exchange rate adjustments to item 1.20	0	0
1.23 Cash at end of quarter	3,680	3,680

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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 01 Apr'07 – 30 Jun'07 \$A'000
1.24	Aggregate amount of payments to the parties included in item 1.2	0
1.25	Aggregate amount of loans to the parties included in item 1.11	0

1.26 Explanation necessary for an understanding of the transactions

Not applicable

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

Share Buy Back of 1,979,016 shares, therefore a share capital reduction of 371,527. Please refer to Appendix 3F posted on the 19th July 2007.

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

Not applicable

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	0	0
3.2	Credit standby arrangements	0	0

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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	1,575	647
4.2 Deposits at call	2,105	3,011
4.3 Bank overdraft	0	0
4.4 Other (provide details)	0	0
Total: cash at end of quarter (item 1.23)	3,680	3,658

Acquisitions and disposals of business entities

	Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1 Name of entity	Analytical Platinum Supplies Pty Ltd (ABN 69 094 039 013) remaining 50%.	
5.2 Place of incorporation or registration	Victoria	
5.3 Consideration for acquisition or disposal	800,000 in the form of a Convertible Note	
5.4 Total net assets	\$418,717 remaining 50%	
5.5 Nature of business	Worldwide distributor of equipment and chemicals for the analysis of substances including minerals, cement and ores.	

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: Date: 31 July 2007.....
 (Director)

Print name: Terry Sweet

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