Appendix 4C

Quarterly cash flow report for entities subject to Listing Rule 4.7B

Name of entity

Cirralto Limited

ABN	Quarter ended ("current quarter")
67 099 084 143	30 June 2021

Consolidated statement of cash flows			Current quarter $A'000	Year to date (12 months) $A'000
1.	**Cash flows from operating activities**			
1.1	Receipts from customers		334	1,018
1.2	Payments for			
	(a)	research and development	-	-
	(b)	product manufacturing and operating costs	(35)	(637)
	(c)	advertising and marketing	(73)	(202)
	(d)	leased assets	(3)	(8)
	(e)	staff costs	(513)	(1,611)
	(f)	administration and corporate costs	(711)	(2,031)
1.3	Dividends received (see note 3)			
1.4	Interest received		13	16
1.5	Interest and other costs of finance paid		-	(125)
1.6	Income taxes paid		-	-
1.7	Government grants and tax incentives		-	151
1.8	Other (provide details if material)		-	-
1.9	**Net cash from / (used in) operating activities**		**(988)**	**(3,429)**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	-	(6)
	(d) investments	-	-
	(e) intellectual property	-	(624)
	(f) other non-current assets	-	-
2.2	Proceeds from disposal of:		
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) intellectual property	-	-
	(f) other non-current assets	-	-
2.3	Cash flows from loans to other entities	(1,659)	(2,063)
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide detail if material)	18	(482)
2.6	**Net cash from / (used in) investing activities**	**(1,641)**	**(3,175)**

Note to support item 2.5

As announced by the Company on 7 & 14 December 2020, the Company entered into a Business Payment Aggregator ("BPA") and Business Payments Service Provider ("BPSA") agreement with FISERV, Inc (NASDAQ: FISV), in which FISERV will serve as the exclusive merchant acquirer for Cirralto. As part of these agreements, the Company paid a $500k refundable deposit to FISERV on 8 January 2021. The funds will be used to secure the facility and ensure Cirralto meets its customer settlement obligations.

The Company also assumed $18k cash & cash equivalents on the acquisition of Appstablishment Software Group Pty Ltd, as announced on 20 May 2021.

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	26,084
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	220	4,170
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(22)	(735)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	(2,164)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (Listed Option entitlement issue)	-	361
3.10	**Net cash from / (used in) financing activities**	**198**	**27,716**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	23,817	274
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(988)	(3,429)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1,641)	(3,175)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	198	27,716
4.5	Effect of movement in exchange rates on cash held		
4.6	**Cash and cash equivalents at end of period**	**21,386**	**21,386**

5.	**Reconciliation of cash and cash equivalents** at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	**Current quarter $A'000**	**Previous quarter $A'000**
5.1	Bank balances	21,386	23,817
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**21,386**	**23,817**

6.	Payments to related parties of the entity and their associates	Current quarter $A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	73
6.2	Aggregate amount of payments to related parties and their associates included in item 2	930

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

Item 6.1 includes the following payments:

- $73k payments to directors, including director's remuneration and director's superannuation

Item 6.2 includes the following payments:

- $930k loan advance to Appstablishment Pty Ltd [1]

[1] Appstablishment Pty Ltd is a related party entity. Mr Adrian Floate is a shareholder through his interests in Appstablishment Software Group ("ASG"). ASG is a related party entity. Mr Adrian Floate is a shareholder through his interests in Rare Air Nominees Pty Ltd ("Rare Air"). Rare Air is a related party entity as Mr Adrian Floate is a director of both Cirralto Limited and Rare Air. Appstablishment Software Group was acquired by the business as announced on 20th May 2021 and now forms part of the consolidated group.

7.	**Financing facilities** *Note: the term "facility' includes all forms of financing arrangements available to the entity.* *Add notes as necessary for an understanding of the sources of finance available to the entity.*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	**Total financing facilities**	-	-

7.5	**Unused financing facilities available at quarter end**	-
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.	

8.	**Estimated cash available for future operating activities**	**$A'000**
8.1	Net cash from / (used in) operating activities (item 1.9)	(988)
8.2	Cash and cash equivalents at quarter end (item 4.6)	21,386
8.3	Unused finance facilities available at quarter end (item 7.5)	-
8.4	Total available funding (item 8.2 + item 8.3)	21,386
8.5	**Estimated quarters of funding available (item 8.4 divided by item 8.1)**	22

Note: if the entity has reported positive net operating cash flows in item 1.9, answer item 8.5 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.5.

8.6 If item 8.5 is less than 2 quarters, please provide answers to the following questions:

8.6.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

N/A

8.6.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

N/A

8.6.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

N/A

Note: where item 8.5 is less than 2 quarters, all of questions 8.6.1, 8.6.2 and 8.6.3 above must be answered.

Compliance statement

1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.

2 This statement gives a true and fair view of the matters disclosed.

Date: 30 July 2021

Authorised by: Justyn Stedwell, Company Secretary
on behalf of the Board of Directors

(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [*name of board committee – eg Audit and Risk Committee*]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.