



# Intec Ltd

ABN 25 001 150 849

*Superior and Sustainable Metals Production*

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ASX code: INL

Companies Announcements Office  
Australian Securities Exchange

31 January 2013

## **Quarterly Activities Report: Appendix 4C December 2012**

On behalf of Intec Ltd (ASX code: INL, Intec or the Company), I now attach the December 2012 Quarterly Report for Entities Admitted on the Basis of Commitments (Appendix 4C).

## **Operations Update**

### ***IRC Project***

The current phase of the IRC Project engineering programme involves pilot plant testwork. During the December Quarter, the Company's 50% owned subsidiary, Intec International Projects Pty Ltd (IIP), completed its engineering package for the pilot plant setup. IIP is currently awaiting an overdue payment before the engineering package is released to the client, and expects that this payment will be released as soon as possible to limit the delays being caused by the overdue payment. Following handover of the engineering package, the local contractor will require a period of time to enact the equipment setup, following which pilot plant operations can then commence.

The Company continues carefully to monitor the delivery of its services to the IRC Project, in order to remain compliant with its obligations under both Australian and international law, including the most recent updates to the regulatory regime.

### ***Corporate***

The Company's total cash available at the end of the quarter was \$3,551,000. Since the end of the quarter the Company has received an R & D Tax Offset for an amount of \$497,000.

The Company's Annual General Meeting (AGM) was held on 13 November 2012. All resolutions were passed. The Company continues with the strategy as outlined in the Chairman's address at the AGM:

1. continuance of the IRC Project, subject to on-going Federal Government approvals and the receipt of pre-payments from the client, as it represents a material body of paid commercial work that covers the cost of employees assigned to the project;
2. continued investigation of alternative value realisation strategies for certain components of its technology portfolio including the Burnie Research Facility;
3. preservation of its financial position to all extents possible, without resort to shareholders; and
4. the investigation of corporate and asset acquisition opportunities.

On 27 November 2012, the Company announced a notice of intention to sell unmarketable parcels of shares. The time for relevant shareholders to notify the Company expired on 11 January 2013.

In total, 1,964 shareholders holding in aggregate 15,507,624 shares declined to retain their shareholdings. The aggregated shareholding was sold on-market on 18 January 2013. The proceeds from the sale will be shortly distributed to relevant shareholders after deduction of certain costs of the sale in accordance with the Company's Constitution.

**Intec Ltd**



**Kieran Rodgers**  
Managing Director

Rule 4.7B

## Appendix 4C

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

Name of entity

**Intec Ltd**

ABN

**25 001 150 849**

Quarter ended ("current quarter")

**30 September 2012**

#### Consolidated statement of cash flows

#### Cash flows related to operating activities

	Current quarter \$A'000	Year to date (6 months) \$A'000
1.1 Receipts from product sales and related debtors	4	253
1.2 Payments for		
(a) advertising and marketing	-	-
(b) zinc bearing concentrate cost of sales	(6)	(121)
(c) hydrometallurgical process development	(308)	(636)
(d) administration costs and corporate overheads	(327)	(751)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	51	88
1.5 Interest and other costs of finance paid	-	(4)
1.6 Income tax paid	-	-
1.7 Royalty income	-	499
Other Income	12	12
<b>Net Operating Cash Flows</b>	<b>(574)</b>	<b>(660)</b>
<b>Cash flows related to investing activities</b>		
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
<b>Net investing cash flows</b>	<b>-</b>	<b>2,835</b>
<b>1.14 Total operating and investing cash flows</b>	<b>(574)</b>	<b>2,175</b>

## Appendix 4C (continued)

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

	Current quarter \$A'000	Year to date (6 months) \$A'000
<b>Cash flows related to financing activities</b>		
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)	(24)
Share Issue Costs	-	-
<b>Net financing cash flows</b>	(24)	(24)
<b>Net increase (decrease) in cash held</b>		
	(598)	2,151
1.21 Cash at beginning of quarter/year	4,149	1,400
1.22 Exchange rate adjustments to item 1.20	-	-
<b>1.23 Cash at end of quarter/year</b>	<b>3,551</b>	<b>3,551</b>

**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

Salaries, Directors fees and consultancy 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.

3.1 Loan facilities

3.2 Credit standby arrangements

Amount available \$A'000	Amount used \$A'000
Nil	Nil
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.

4.1 Cash on hand and at bank

4.2 Deposits at call

4.3 Bank overdraft

4.4 Term Deposits

Current quarter \$A'000	Previous quarter \$A'000
40	43
61	555
-	
3,450	3,551
<b>3,551</b>	<b>4,149</b>

**Total: cash at end of quarter (item 1.23)**

Acquisitions and disposals  
of business entities

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

Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))

#### Compliance statement

- 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.
- This statement does/~~does not~~ give a true and fair view of the matters disclosed.

Sign here:

  
 (Director/~~Company Secretary~~)

Date: 31 January 2013

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.