

Lodgement 1324853

30 April 2014

Appendix 4C-Quarter ended 31 March 2014

IM Medical Limited ("IMI" or the "Company") announced that it had entered into a Merger Implementation Agreement with White Data Limited (White Data) on 19 December 2013. Under the proposed merger IMI will become a specialist data centre management company, focused on the provision of data centre facilities in Australia and the Asia Pacific.

On 31 March 2014 IMI announced that it was continuing the process of finalising key elements of the transaction with White Data, including obtaining construction finance and in securing leasing proposals from anchor tenants for the Brisbane Data Centre. While this process has taken longer than anticipated, White Data has advised IMI that it is in detailed discussions with several anchor tenants, including two major telcos in relation to leasing a significant amount of space for the first stage of the Brisbane Data Centre. Securing anchor tenants is expected to facilitate obtaining construction finance on attractive terms.

IMI is working with the White Data team in order to bring this opportunity to a successful conclusion. The IMI Board is very positive about the benefits of the proposed merger, and the opportunities for the Company as it transitions into the fast-growing data centre management sector.

Richard Wadley
Director/ Company Secretary

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

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

Name of entity

IM Medical Limited

ABN

47009436908

Quarter ended ("current quarter")

31 March 2014

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$'000	YTD \$'000
1.1 Receipts from customers	-	-
1.2 Payments for	-	-
(a) staff costs	-	-
(b) advertising and marketing	-	-
(c) research and development	-	-
(d) leased assets	-	-
(e) Administrative	(55)	(135)
(f) Corporate	(106)	(201)
(g) Other	-	-
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	-	-
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net operating cash flows	(161)	(336)

+ See chapter 19 for defined terms.

Appendix 4C
Quarterly report for entities
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	Current quarter \$'000	YTD \$'000
1.8 Net operating cash flows (carried forward)	(161)	(336)
Cash flows related to investing activities		
1.9 Payment for acquisition of:		
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	-	-
(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	(7)	(21)
1.12 Loans repaid by other entities	5	21
1.13 Other (provide details if material)	-	-
Net investing cash flows	(2)	-
1.14 Total operating and investing cash flows	(163)	(336)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	248	248
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 (Capital raising costs)	(15)	(15)
Net financing cash flows	-	233
Net increase (decrease) in cash held	163	103
1.21 Cash at beginning of quarter/year to date	293	233
1.22 Exchange rate adjustments to item 1.20	-	-
1.23 Cash at end of quarter	130	130

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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 \$'000
1.24	Aggregate amount of payments to the parties included in item 1.2	42
1.25	Aggregate amount of loans to the parties included in item 1.11	-

1.26 Explanation necessary for an understanding of the transactions

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

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

Financing facilities available

Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).

		Amount available \$'000	Amount used \$'000
3.1	Loan facilities	-	-
3.2	Credit standby arrangements		

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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 \$'000	Previous quarter \$'000
4.1 Cash on hand and at bank	130	293
4.2 Deposits at call	-	-
4.3 Bank overdraft	-	-
4.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.23)	130	293

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 ~~not~~ (delete one) give a true and fair view of the matters disclosed.

Sign here:  Date: 30 April 2014
 (Director/Company Secretary)

Print name: Richard Wadley

Notes

+ See chapter 19 for defined terms.

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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.

+ See chapter 19 for defined terms.