

**Manalto Limited (formerly Healthlinx Limited)**  
**Consolidated Statement of Financial Position**  
**As at 30 September 2014**

	Note	Manalto Limited audited 30-Jun-14 \$	Manalto Limited unaudited 30-Sep-14 \$	Manalto Inc audit reviewed 30-Sep-14 \$	Subsequent Events & pro forma adjustments \$	Pro-forma unaudited 30-Sep-14 \$
<b>Current assets</b>						
Cash and cash equivalents	1	174,681	72,220	59,089	5,285,500	5,416,809
Trade and other receivables		35,193	39,974	7,266	-	47,240
Other		-	-	5,804	-	5,804
<b>Total current assets</b>		<b>209,874</b>	<b>112,194</b>	<b>72,159</b>	<b>5,285,500</b>	<b>5,469,853</b>
<b>Non-current assets</b>						
Property, plant and equipment		-	-	20,646	-	20,646
Intangible assets		100	100	-	-	100
<b>Total non-current assets</b>		<b>100</b>	<b>100</b>	<b>20,646</b>	<b>-</b>	<b>20,746</b>
<b>Total assets</b>		<b>209,974</b>	<b>112,294</b>	<b>92,806</b>	<b>5,285,500</b>	<b>5,490,599</b>
<b>Current liabilities</b>						
Trade and other payables	2	435,340	363,646	77,116	(250,000)	190,762
Provisions		57,917	57,917	-	-	57,917
<b>Total current payables</b>		<b>493,257</b>	<b>421,564</b>	<b>77,116</b>	<b>(250,000)</b>	<b>248,680</b>
<b>Non-current payables</b>						
Borrowings	3	-	-	674,274	(674,274)	-
<b>Total non-current payables</b>		<b>-</b>	<b>-</b>	<b>674,274</b>	<b>(674,274)</b>	<b>-</b>
<b>Total Liabilities</b>		<b>493,257</b>	<b>421,564</b>	<b>751,390</b>	<b>(924,274)</b>	<b>248,680</b>
<b>Net Assets</b>		<b>(283,283)</b>	<b>(309,270)</b>	<b>(658,584)</b>	<b>6,209,774</b>	<b>5,241,920</b>
<b>Equity</b>						
Contributed equity	4	16,360,833	16,360,833	1,188,000	(8,457,459)	9,090,974
Reserves	5	403,204	403,204	-	24,646	487,250
Accumulated losses	6	(17,047,320)	(17,073,307)	(1,846,584)	14,642,587	(4,277,304)
<b>Total equity</b>		<b>(283,283)</b>	<b>(309,270)</b>	<b>(658,584)</b>	<b>6,209,774</b>	<b>5,241,920</b>

The unaudited consolidated pro forma statement of financial position as at 30 September 2014 represents the consolidation of:

- (i) the unaudited statement of financial position of the Company as at 30 September 2014 ; and
- (ii) audit reviewed statement of financial position of Manalto Inc as at 30 September 2014

adjusted for subsequent events and pro forma transactions. It should be read in conjunction with the notes to the pro forma financial information.

## Manalto Limited (formerly Healthlinx Limited)

### Notes to the Historical and Pro Forma Financial Information

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#### 1. Cash and cash equivalents

The Pro-forma cash and cash equivalents as at 30 September 2014 comprises

	\$	\$
Cash and Cash Equivalents as at 30-Sept-14		
(i) Manalto Limited		72,220
(ii) Manalto Inc		59,089

*The following actual and proposed Subsequent events:*

Cash received from the issue of Convertible Notes by Manalto Inc	1,200,000	
Sale of Manalto Limited Intellectual Property	60,000	
Payout of Manalto Limited creditors trust liabilities	(250,000)	
Estimated working capital expenditure to February 2015 of		
(i) Manalto Inc	(650,000)	
(ii) Manalto Limited	<u>(90,000)</u>	
		270,000

*The Capital Raising and Acquisition completion Pro forma adjustments:*

Fully paid ordinary shares issued at \$0.20 pursuant to the prospectus (based on maximum subscriptions)	6,000,000	
Cash cost associated with the prospectus	<u>(984,500)</u>	5,015,000

<b>Cash and cash equivalents – Pro forma</b>		<b><u><u>5,416,809</u></u></b>
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#### 2. Trade and other payables

The Pro-forma trade and other payables as at 30 September 2014 comprises :

	\$
Manalto Inc	
Trade and other payables as at 30-Sept-14	
(i) Manalto Limited	363,646
(ii) Manalto Inc	77,116

*The following proposed Subsequent event:*

Payment of Manalto Limited Creditors Trust liabilities	<u>(250,000)</u>
<b>Trade and other payables - Pro forma</b>	<b><u><u>190,762</u></u></b>

## Manalto Limited (formerly Healthlinx Limited)

### Notes to the Historical and Pro Forma Financial Information

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#### 3. Borrowings

The Pro-forma borrowings as at 30 September 2014 comprises:

	\$
Borrowings as at 30-Sept-14	
(i) Manalto Limited	-
(iii) Manalto Inc	674,274

*The following Subsequent events:*

Convertible notes with a face value of \$1,200,000 issued by Manalto Inc.	1,200,000
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*The Acquisition Pro forma adjustments:*

Conversion of all outstanding Manalto Inc Convertible Notes into ordinary shares of Manalto Inc prior to acquisition by Manalto Limited.	(1,874,274)
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***Borrowings – Pro forma***

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## Manalto Limited (formerly Healthlinx Limited)

### Notes to the Historical and Pro Forma Financial Information

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#### 4. Contributed Equity

The Pro-forma contributed equity as at 30 September 2014, accounted for under reverse acquisition principles, comprises

	Number of shares	\$
Issued capital of Manalto Inc as at 30 September 2014	155,873,820	1,188,000
<i>The following proposed Subsequent Events and Acquisition transactions :</i>		
Conversion of Manalto Inc Warrants to ordinary shares of Manalto Inc	12,113,103	-
Conversion of Manalto Inc Convertible Notes to fully paid ordinary shares in Manalto Inc	41,691,503	1,874,274
Elimination of issued share capital of Manalto Inc	(209,678,425)	-
Manalto Limited post-consolidation shares on issue	5,554,250	-
Shares issued to Manalto Inc shareholders on reverse acquisition (see note 6 above)	62,500,000	1,110,850
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	68,054,250	4,173,124
<i>The Capital Raising and Acquisition Pro forma adjustments:</i>		
Fully paid ordinary shares issued at \$0.20 pursuant to the prospectus	30,000,000	6,000,000
Cash cost associated with the share issue pursuant to this prospectus	-	(984,500)
Issue of 2,250,000 Advisor options on completion of Acquisition and Capital Raising	-	(97,650)
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<b>Issued capital – pro forma</b>	<b>98,054,250</b>	<b>9,090,974</b>

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## Manalto Limited (formerly Healthlinx Limited)

### Notes to the Historical and Pro Forma Financial Information

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#### 5. Reserves

The Pro-forma reserves as at 30 September 2014, accounted for under reverse acquisition principles, comprises

Reserves of Manalto Inc as at 30-Sept-14

*Pro forma adjustments are summarised as follows:*

Issue of 8,000,000 Management options on completion of acquisition	330,600
Issue of 2,250,000 Advisor options on completion of Acquisition and Capital Raising	97,650
<b>Reserves – pro forma</b>	<b>428,250</b>

As set out in the Prospectus, Advisor & Management options have a strike price of \$0.25. Advisor Options may be exercised at anytime between issue and 3 years post issue date. Management Options may be exercised subject to their vesting conditions being met and have a maximum life of 5 years post grant date. 25% of the Management Options will vest 12 months after issue date. The remaining 75% will vest in 36 equal monthly instalments on the last day of each full calendar month, commencing 12 months from date of issue. The Grant of the Advisor Options has been recognised as an expense on the basis that the Advisor options are a cost of the Acquisition and Capital raising. The Management Options which have a fair value of \$632,000 are considered share based remuneration and will be expensed over the vesting period. The Management and Advisor options have been valued based on the Black-Scholes option pricing model using the following assumptions:

	Advisor Options	Management Options
Stock price	\$0.20	\$0.20
Strike price	\$0.25	\$0.25
Term of option	3 years	5 years
Risk-free rate	2.28%	2.36%
Volatility	40%	40%

#### 6. Accumulated losses

The Pro-forma accumulated losses as at 30 September 2014 accounted for under reverse acquisition principles, comprises

Manalto Inc accumulated losses as at 30-Sept-14

*The following proposed Subsequent events*

Estimated net loss of Manalto Inc to February 2015 period	(650,000)
Listing fee recognised on reverse acquisition	(1,450,120)
Issue of 8,000,000 management options on completion of the acquisition	(330,600)
<b>Accumulated losses – pro forma</b>	<b>(4,277,304)</b>