

Appendix 4E

Preliminary Final Report  
Financial Year Ended 30 June 2015  
Previous corresponding reporting period 30 June 2014

MANALTO LIMITED

ABN: 88 098 640 352

	2015	2014
Results for announcement to the market	US\$	US\$
Revenues from ordinary activities	60,962	2,480
Profit from ordinary activities after tax attributable to the members of Manalto Limited	(2,761,249)	(1,167,031)
Profit for the period attributable to the members of Manalto Limited	(2,761,249)	(1,167,031)
Net tangible asset backing per security	2.04 cents	-0.36 cents
Weighted average number of shares as the denominator in calculating basic and diluted Earnings Per Share	98,054,590	62,499,998
Basic earnings per share from continuing operations	-2.8 cents per share	-1.8 cents per share
Diluted earnings per share from continuing operations	-2.8 cents per share	-1.8 cents per share

Dividends:

No dividend has been declared or paid for the financial year ended 30 June 2015.  
No dividends were declared in the prior corresponding period.

Appendix 4E  
Preliminary Final Report  
Financial Year Ended 30 June 2014 Resource Equipment Limited

COMMENTARY ON RESULTS

Manalto Limited (ASX: MTL) (formerly Healthlinx Limited, ASX: HTX) (“Company”) is pleased to present the Preliminary Final Report for the Financial Year Ended 30 June 2015.

Key activities during the financial year included the completion of the merger of Healthlinx Limited (“Healthlinx”) and Manalto, Inc. (“Manalto”), as described in the prospectus lodged 14 January 2015 (“Prospectus”). Specifically, on 11 March 2015 Healthlinx acquired 100% of Manalto, and the combined entity was renamed Manalto Limited. This is treated as a reverse acquisition because the substance of the transaction is such that the pre-existing shareholders of Manalto obtained substantial control of Healthlinx. Accordingly, the consolidated financial statements comprise the transactions for Manalto for the year to date, and the transactions for Healthlinx from the date of acquisition forward.

The operations of the Company are centered in the United States including 100% of current employees, the majority of operating cash flows and the location of the primary business address. Accordingly, the Directors have elected to present financial information in US dollars. All financial figures in this document are denominated in US dollars except where explicitly denoted.

The Company ended the financial year with a net loss of US\$2.761 million on revenues of US\$141,465 (operating revenue from ordinary activities US\$60,962). Key transactions within the financial year include:

1. Issuance of capital of US\$4.591 million (AU\$6 million) as described in the Prospectus. Direct and indirect capital raising costs of AU\$1.222 million resulting in net proceeds of AU\$4.778 million. The exchange rate movement between the Australian and United States Dollar, from the date of issue of the prospectus to receipt of net funds, was an unfavorable currency movement of AU\$754,628
2. Appointment of David Fletcher as Chairman of Manalto Limited.
3. Appointment of Non-Executive Directors, Joseph Miller, Kristian Blaszczyński.
4. Appointment of Anthony Owen as Chief Executive Officer of Manalto Limited.
5. On 18 June 2015, announced a partnership with Blacknight Internet Solutions Ltd to distribute the Company’s new Social Media Solution – Sólshlr to the Blacknight client base comprising approximately 120,000 small to medium sized enterprises.
6. On 7 May 2015, announced a technical integration partnership with Adstream – the world’s leading advertising digital asset management, workflow and cross-media platforms.

As part of the Company’s strategic plan over the next financial year, the Company will leverage the partnerships with Adstream and Blacknight to expand the markets for both the Enterprise and Sólshlr solutions, respectively.

The Directors continue to adopt a conservative approach to managing the Company’s balance sheet and have resolved not to pay a dividend for the 2015 year.

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## PRELIMINARY CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the Year Ended 30 June 2015

	Note	Consolidated	
		2015 \$	2014 \$
Revenue	1	60,962	2,480
Other income	1	80,503	22
Total revenue and other income	1	141,465	2,502
General and administrative expense		(232,016)	(78,131)
Payroll and employees expense		(929,480)	(481,000)
Travel and accommodation		(324,407)	(72,908)
Consulting and professional fees	2	(1,264,256)	(351,321)
Advertising and marketing		(121,083)	(177,119)
Other expenses		(5,549)	(5,328)
Finance expense		(25,923)	(3,726)
Loss before income tax		(2,761,249)	(1,167,031)
Income tax benefit		-	-
Net loss for the period		(2,761,249)	(1,167,031)
Total comprehensive income/(loss) for the period	11	(2,761,249)	(1,167,031)

The accompanying notes form part of this preliminary final report

# PRELIMINARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2015

	Note	Consolidated	
		2015	2014
		\$	\$
<b>ASSETS</b>			
Current assets			
Cash and cash equivalents	3	2,091,598	276,394
Trade and other receivables	4	45,337	32,198
Prepaid expenses	4	48,764	-
<b>Total current assets</b>		<b>2,185,699</b>	<b>308,592</b>
Non-current assets			
Property, plant and equipment	5	45,438	7,239
Intangible assets	6	593,587	114,077
<b>Total non-current assets</b>		<b>639,025</b>	<b>121,315</b>
<b>TOTAL ASSETS</b>		<b>2,824,724</b>	<b>429,907</b>
<b>LIABILITIES</b>			
Current liabilities			
Trade and other payables	7	65,410	59,438
Short-term borrowings	8	-	478,725
Short-term provisions	9	158,184	5,954
<b>Total current liabilities</b>		<b>223,594</b>	<b>544,117</b>
<b>TOTAL LIABILITIES</b>		<b>223,594</b>	<b>544,117</b>
<b>NET ASSETS</b>		<b>2,601,130</b>	<b>(114,210)</b>
<b>EQUITY</b>			
Equity attributable to owners of the parent:			
Contributed equity	10	6,706,366	1,043,751
Reserves – Share option reserve	12	(176,956)	9,070
Accumulated losses	11	(3,928,280)	(1,161,031)
<b>TOTAL EQUITY</b>		<b>2,601,130</b>	<b>(114,210)</b>

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# PRELIMINARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

**For the Year Ended 30 June 2015**

		<u>Consolidated</u>			Total
30 June 2015		Contributed Equity \$	Foreign currency reserve \$	Accumulated Losses \$	\$
	<u>Note</u>				
<b>Balance at 1 July 2014</b>		<b>1,043,751</b>	<b>9,070</b>	<b>(1,167,031)</b>	<b>(114,210)</b>
Losses for the year	11	-	-	(2,761,249)	(2,761,249)
Foreign currency gain/(loss)	12	-	(186,026)	-	(186,026)
Contributions of equity	10	5,662,615	-	-	5,662,615
<b>Balance at 30 June 2015</b>		<b>6,706,366</b>	<b>(176,956)</b>	<b>(3,928,280)</b>	<b>2,601,130</b>

		<u>Consolidated</u>			Total
30 June 2014		Contributed Equity \$	Foreign currency reserve \$	Accumulated Losses \$	\$
	<u>Note</u>				
<b>Balance at 1 July 2013</b>		-	-	-	-
Losses for the year	11	-	-	(1,167,031)	(1,167,031)
Foreign currency gain/(loss)	12	-	9,070	-	9,071
Contributions of equity	10	1,043,751	-	-	1,043,751
<b>Balance at 30 June 2014</b>		<b>1,043,751</b>	<b>9,070</b>	<b>(1,167,031)</b>	<b>(114,210)</b>

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# NOTES TO THE PRELIMINARY FINAL REPORT

## For the Year Ended 30 June 2015

	<u>Note</u>	<u>Consolidated</u>	
		2015 \$	2014 \$
<b>Cash flows from operating activities:</b>			
Receipts from customers including GST		60,962	2,480
Payments to suppliers and employees including GST		(2,915,289)	(1,122,690)
Interest received		3	22
Interest paid		(25,923)	(3,726)
Income taxes received/(paid)		34,808	-
<b>Net cash provided by (used in) operating activities</b>	<b>13</b>	<b>(2,845,439)</b>	<b>(1,123,914)</b>
<b>Cash flows from investing activities:</b>			
Payments for plant and equipment		(43,747)	(8,092)
Payments for intangibles		(479,511)	(114,077)
<b>Net cash provided by (used in) investing activities</b>		<b>(523,258)</b>	<b>(122,169)</b>
<b>Cash flows from financing activities:</b>			
Proceeds from issue of share capital		4,590,653	1,043,751
Capital raising costs		(504,815)	-
Proceeds from borrowings		1,576,789	478,726
Conversion of borrowings into share capital		(478,726)	-
<b>Net cash provided by financing activities</b>		<b>5,183,901</b>	<b>1,522,477</b>
Net increase (decreases) in cash held		1,815,204	276,394
Cash at beginning of financial year		276,394	-
<b>Cash at end of financial year</b>	<b>3</b>	<b>2,091,598</b>	<b>276,394</b>

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# NOTES TO THE PRELIMINARY FINAL REPORT

## 1. Revenue and Other Income

	2015	2014
	\$	\$
Revenue from operating activities		
Sales	60,962	2,480
Interest received	3	22
<b>Total operating revenue</b>	<b>60,965</b>	<b>2,502</b>
Other income		
GST refund Healthlinx	34,807	-
Sale of Healthlinx Intellectual Property	45,693	-
<b>Total other income</b>	<b>80,500</b>	<b>-</b>
<b>Total revenue and other income</b>	<b>141,465</b>	<b>2,502</b>

## 2. Consulting and professional fees

	2015	2014
	\$	\$
**Directors fees	362,711	-
Accounting expense	157,293	37,394
Consulting expense	164,604	158,571
Legal expense	95,986	93,982
*Capital raise costs	351,872	61,374
*ASX fees	131,790	-
<b>Total</b>	<b>1,264,256</b>	<b>351,321</b>

\* Under AASB 132, cost that relate to the stock market listing, or are otherwise not incremental and directly attributable to issuing new shares, should be recorded as an expense in the statement of comprehensive income. The line items making up the balance of capital raise costs and ASX fees relate to the stock market listing and are therefore expensed under AASB 132.

\*\* Includes a once off payment to an Executive Director of Manalto Inc and a payment to former Directors of Healthlinx as part of the acquisition of Manalto Inc by Healthlinx Limited.

## 3. Cash & Cash Equivalents

	2015	2014
	\$	\$
Cash on hand	-	-
Cash at bank	2,091,598	276,394
Short-term bank deposits	-	-
<b>Total</b>	<b>2,091,598</b>	<b>276,394</b>

### Cash at bank and on hand

Cash at bank in 2015 is non-interest bearing (2014: non interest bearing).

## 4. Trade & Other Receivables

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## NOTES TO THE PRELIMINARY FINAL REPORT

	2015 \$	2014 \$
<b>CURRENT</b>		
Trade receivables	26,236	2,480
Allowance for doubtful debts	-	-
	<hr/>	<hr/>
	26,236	2,480
Goods and services tax (receivable)	1,727	-
Deposits	16,169	29,718
Other receivables	1,205	-
	<hr/>	<hr/>
Total	45,337	32,198
	<hr/>	<hr/>
Prepayments	48,764	-
	<hr/>	<hr/>
Total	48,764	-
	<hr/>	<hr/>

### Impaired receivables

At 30 June 2015 there were no bad or doubtful debts.

### 5. Property, plant and equipment

	2015 \$	2014 \$
<b>Office Equipment</b>		
	<hr/>	<hr/>
Cost	51,839	8,092
Accumulated Depreciation	(6,400)	(853)
	<hr/>	<hr/>
Net carrying value	45,438	7,239
	<hr/>	<hr/>

### 6. Intangible Assets

Intangible assets of Healthlinx were sold during the acquisition of Manalto Inc for AU\$60,000 to Inex Innovation Exchange Pte Ltd.

	2015 \$	2014 \$
<b>Development Expenditure</b>		
	<hr/>	<hr/>
<b>Capitalised development costs</b>		
Cost	593,587	114,077
Accumulated amortisation and impairment	-	-
	<hr/>	<hr/>
Net carrying value	593,587	114,077
	<hr/>	<hr/>
Total Intangibles	593,587	114,077
	<hr/>	<hr/>

The intangible asset relates to capitalised development costs associated with the Manalto social media management product.

### 7. Trade & Other Payables



## NOTES TO THE PRELIMINARY FINAL REPORT

	2015 \$	2014 \$
<b>CURRENT</b>		
<b>Unsecured Liabilities</b>		
Trade payables and accrued expenses	65,410	59,438
<b>Total</b>	<b>64,410</b>	<b>59,438</b>

Payables are non-interest bearing and are payable within one year.

### 8. Short term borrowings

	2015 \$	2014 \$
<b>CURRENT</b>		
<b>Secured Liabilities</b>		
Shareholder Loans	-	478,725
<b>Total</b>	<b>-</b>	<b>478,725</b>

### 9. Short-Term Provisions

	2015 \$	2014 \$
Employee entitlements	158,184	5,954
	<b>158,184</b>	<b>5,954</b>

### 10. Share Capital

	2015	2014
Opening contributed equity	62,499,998	
Consolidation of Healthlinx shares pre-acquisition	5,554,592	
Shares issued during the year for cash	30,000,000	
Consideration shares issued to Manalto Inc. shareholders	-	62,499,998
<b>Total</b>	<b>98,054,590</b>	<b>62,499,998</b>

	2015 \$	2014 \$
Balance at 1 July	1,043,751	-
Conversion of short term borrowing to equity	1,576,778	-
Shares issued during the year for cash	4,590,653	1,043,751
Share issue expenses	(504,816)	
<b>Balance at 30 June</b>	<b>6,706,366</b>	<b>1,043,751</b>

On 11 March 2015 Healthlinx acquired 100% of Manalto, and the combined entity was renamed Manalto

# NOTES TO THE PRELIMINARY FINAL REPORT

Limited. This is treated as a reverse acquisition because the substance of the transaction is such that the pre-existing shareholders of Manalto obtained substantial control of Healthlinx.

The acquisition of Manalto, Inc. by Healthlinx Limited is accounted for under AASB 2 Share Based Payments whereby the non-cash consideration in a reverse acquisition represents a deemed issue of shares by the legal acquiree (Manalto), equivalent to the current shareholder interest in Healthlinx post the acquisition. The excess of the assessed value of the share based payment over the net assets has been expensed to the income statement as a listing fee.

Under AASB 132, incremental costs that are directly attributable to issuing new shares should be deducted from equity. The share issue expense relates to costs directly attributable to the issuing of new shares, costs associated with the listing are detailed in note 2 and have been expensed.

## 11. Accumulated Losses

	2015 \$	2014 \$
Accumulated losses at the beginning of the financial year	1,167,031	-
Net loss for the period	2,761,249	1,167,031
Accumulated losses at the end of the financial year	3,928,280	1,167,031

## 12. Foreign Currency Translation Reserve

	2015 \$	2014 \$
Balance at 1 July	9,070	-
Currency gain/(loss)	(186,026)	9,070
Balance at 30 June	176,956	9,070

## 13. Cash Flow Information

### (a) Reconciliation of Cash Flow from Operations with loss after Income Tax

	2015 \$	2014 \$
Non-cash flows in profit	<b>(2,761,249)</b>	<b>(1,167,031)</b>
Depreciation	5,548	853
Share options expensed	-	-
Unrealised loss on exchange variances	(186,026)	9,071
Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries	-	-
(Increase)/decrease in trade and term receivables	(13,140)	(32,198)
Increase/(decrease) in trade payables and accruals	5,972	59,438
Increase/(decrease) in deferred taxes payable	-	-
(Increase)/decrease in other current assets	(48,764)	-
Increase/(decrease) in provisions	152,220	5,953
Cash flow from operations	<b>(2,845,439)</b>	<b>(1,123,914)</b>