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APPENDIX 4C FOR QUARTER ENDED 31st MARCH 2019

Tuesday 30 April 2019: Property Connect Holdings Limited (ASX: PCH) ('Property Connect' or 'the Company') today lodged its Appendix 4C quarterly report of cash flows for the quarter ended 31 March 2019 with the Australian Securities Exchange (ASX).

Financial and Strategic Update

Property Connect reported a cash balance of $606,000 at 31 March 2019.

Net operating cash flow for the quarter was ($162,000), representing the Company's ongoing operational activities and operational review of the LiveOffer Rental and Property Sales platforms. Operational costs were reduced during the period by ceasing all non-core activities while the Company completed its operational review.

As announced to ASX, PCH commenced an internal operational review following changes to key executive appointments. The review was commenced by the Board in late November 2018 and has been progressed by the new General Manager, Operations with the support of additional software engineering resources appointed in December 2018.

The Company provides the following update on this review and resulting activities:

- the Board with the assistance of the General Manager, Operations streamlined operating costs and eliminated non-core activities in the Company's business;
- contract software engineers centralised control of the LiveOffer platforms and associated registrations to eliminate unnecessary software costs for potential future development and commercialisation of the LiveOffer platforms;
- work was undertaken on the LiveOffer Rental platform to optimise its operational functionality and UX experience, in order to broaden its potential market application and long term viability for commercial application in the rental markets domestically and internationally;
- the review further concluded that the LiveOffer Property Sales platform, whilst currently functioning as a sales and marketing portal for third parties such as with Damac Properties in the UAE, and potentially in the future along the eastern seaboard of Australia, will require further development expenditure to include real time online auction functionality. The Board is yet to determine whether such expenditure is the best use of current capital;
- the Clearmatch Heads of Agreement in relation to execution of a Platform Licensing Agreement was terminated in order for the Company to focus on its core business of the LiveOffer platforms; and
- a new appropriately qualified real estate licensee was appointed to the Company's subsidiary Property Connect Operations Pty Limited, as required for its corporate real estate licenses in New South Wales, Queensland and Victoria. The Victorian licence was obtained on 31 December 2018, now enabling real estate transactions along the eastern seaboard of Australia.

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Outlook

The Company will continue to manage its cash position prudently and, in the absence of any one-off abnormal items, seek to further reduce ongoing expenditure per quarter, whilst focussing on its core business and any complimentary commercial business opportunities are reviewed.

+Rule 4.7B

Appendix 4C

Quarterly report for entities subject to Listing Rule 4.7B

Introduced 31/03/00 Amended 30/09/01, 24/10/05, 17/12/10, 01/09/16

Name of entity

PROPERTY CONNECT HOLDINGS LTD

ABN	**Quarter ended ("current quarter")**
22 091 320 464	31 MARCH 2019

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (9 months) $A'000**
1.	**Cash flows from operating activities**		
1.1	Receipts from customers		
1.2	Payments for		
	(a) research and development		
	(b) product manufacturing and operating costs		
	(c) advertising and marketing	-	(54)
	(d) leased assets		
	(e) staff costs	(54)	(171)
	(f) administration and corporate costs	(104)	(619)
1.3	Dividends received (see note 3)		
1.4	Interest received		
1.5	Interest and other costs of finance paid	(4)	(4)
1.6	Income taxes paid		
1.7	Government grants and tax incentives	-	345
1.8	Other (provide details if material)		
1.9	**Net cash from / (used in) operating activities**	**(162)**	**(503)**

2.	**Cash flows from investing activities**		
2.1	Payments to acquire:		
	(a) property, plant and equipment	-	(4)
	(b) businesses (see item 10), net cash acquired from subsidiary		
	(c) investments		

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Consolidated statement of cash flows		Current quarter $A'000	Year to date (9 months) $A'000
	(d) intellectual property	-	(115)
	(e) other non-current assets		
2.2	Proceeds from disposal of:		
	(a) property, plant and equipment		
	(b) businesses (see item 10)		
	(c) investments		
	(d) intellectual property		
	(e) other non-current assets		
2.3	Cash flows from loans to other entities		
2.4	Dividends received (see note 3)		
2.5	Other (provide details if material)		
2.6	**Net cash from / (used in) investing activities**	**-**	**(119)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of shares	450	585
3.2	Proceeds from issue of convertible notes		
3.3	Proceeds from exercise of share options		
3.4	Transaction costs related to issues of shares, convertible notes or options	(19)	
3.5	Proceeds from borrowings		
3.6	Repayment of borrowings		
3.7	Transaction costs related to loans and borrowings		
3.8	Dividends paid		
3.9	Other (provide details if material)		
3.10	**Net cash from / (used in) financing activities**	**431**	**585**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of quarter/year to date	337	662
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(162)	(503)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	(119)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	431	566

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Consolidated statement of cash flows		Current quarter $A'000	Year to date (9 months) $A'000
4.5	Effect of movement in exchange rates on cash held		
4.6	**Cash and cash equivalents at end of quarter**	**606**	**606**

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	606	337
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)**	**606**	**337**

6.	Payments to directors of the entity and their associates	Current quarter $A'000
6.1	Aggregate amount of payments to these parties included in item 1.2	54
6.2	Aggregate amount of cash flow from loans to these parties included in item 2.3	-

6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

Remuneration and fees paid to Directors excluding GST.

7.	Payments to related entities of the entity and their associates	Current quarter $A'000
7.1	Aggregate amount of payments to these parties included in item 1.2	-
7.2	Aggregate amount of cash flow from loans to these parties included in item 2.3	-

7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

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8.	**Financing facilities available** *Add notes as necessary for an understanding of the position*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
8.1	Loan facilities	-	-
8.2	Credit standby arrangements	-	-
8.3	Other (please specify)	-	-

8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.

9.	**Estimated cash outflows for next quarter**	**$A'000**
9.1	Research and development	-
9.2	Product manufacturing and operating costs	-
9.3	Advertising and marketing	-
9.4	Leased assets	-
9.5	Staff costs	44
9.6	Administration and corporate costs	68
9.7	Other (provide details if material)	-
9.8	**Total estimated cash outflows**	**112**

10.	**Acquisitions and disposals of business entities (items 2.1(b) and 2.2(b) above)**	**Acquisitions**	**Disposals**
10.1	Name of entity	-	-
10.2	Place of incorporation or registration	-	-
10.3	Consideration for acquisition or disposal	-	-
10.4	Total net assets	-	-
10.5	Nature of business	-	-

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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.

Sign here: Date: 30 April 2019

Non-Executive Director

Print name: David Nolan

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 that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly 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 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.

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