

> Cash Flow Statement for the year ended 30 June 2008

	Note	CONSOLIDATED		PARENT	
		2008	2007	2008	2007
		\$'000	\$'000	\$'000	\$'000
Cash flows from Operating Activities					
Receipts from customers (inclusive of GST)		13,264	13,918	7,712	4,160
Payments to suppliers and employees (inclusive of GST)		(15,839)	(17,290)	(10,585)	(8,574)
Interest and other items of a similar nature received		54	110	42	89
ATO Tax Refund	4(b)	41	-	41	-
Government grant received	4(b)	90	151	90	150
Income taxes paid		(27)	(16)	-	2
Net cash flows used in operating activities	7	(2,417)	(3,127)	(2,700)	(4,173)
Cash flows from Investing Activities					
Payment of cash element for acquisitions		-	(1,224)	-	(1,027)
Payments for property, plant and equipment	11	(286)	(149)	(200)	(51)
Net cash flows used in investing activities		(286)	(1,373)	(200)	(1,078)
Cash flows from Financing Activities					
Proceeds from issue of shares and options		2,140	3,900	2,140	3,900
Capital raising costs		-	(1,186)	-	(1,186)
Net cash flows from/(used in) financing activities		2,140	2,714	2,140	2,714
Net increase/(decrease) in cash and cash equivalents		(563)	(1,786)	(760)	(2,537)
Net foreign exchange differences		(262)	(34)	(262)	(34)
Cash and cash equivalents at beginning of the period		2,429	4,249	1,246	3,817
Cash and cash equivalents at end of the period	7	1,604	2,429	224	1,246

The above cash flow statement should be read in conjunction with the accompanying notes.