

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

MMJ GROUP HOLDINGS LIMITED (ASX: MMJ)

ABN

91 601 236 417

**Quarter ended
("current quarter")**

30-September-2018

Consolidated statement of cash flows	Current quarter \$A'000	Year to date \$A'000
1 Cash flows from operating activities		
1.1 Receipts from customers	0	0
1.2 Payments for		
(a) research and development	0	0
(b) product manufacturing and operating costs	0	0
(c) advertising and marketing	0	0
(d) leased assets	(9)	(9)
(e) staff costs (employees and non-executive directors)	(234)	(234)
(f) administration and corporate costs	(204)	(204)
1.3 Dividends received	-	0
1.4 Interest received	1	1
1.5 Interest and other costs of finance paid	0	0
1.6 Income taxes paid	-	0
1.7 Government grants and tax incentives	-	0
1.8 Other (cost of disposal of PTL and ASX recompliance listing)	(179)	(179)
1.9 Net cash from / (used in) operating activities	(625)	(625)

Consolidated statement of cash flows	Current quarter \$A'000	Year to date
2 Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	0	0
(b) businesses	-	0
(c) investments (minority equity purchases)	(405)	(405)
(d) intellectual property	-	0
(e) intangible assets	-	0
2.2 Proceeds from disposal of:	-	-
(a) property, plant and equipment		0
(b) businesses	-	0
(c) investments		0
(d) intellectual property	-	0
(e) other non-current assets	-	0
2.3 Loan advance to Phytotech Therapeutics Limited	(116)	(116)
2.4 Dividends received	-	0
2.5 Other (provide details if material)	-	0
2.6 Net cash from / (used in) investing activities	(521)	(521)

3 Cash flows from financing activities		
3.1 Proceeds from ordinary shares	-	0
3.2 Proceeds from issue of convertible notes	-	0
3.3 Proceeds from exercise of share options	-	0
3.4 Payment for monies held in trust	-	0
3.5 Proceeds from borrowings	-	0
3.6 Repayment of borrowings	-	0
3.7 Other – Proceeds from exercise of warrants	-	0
3.8 Other – Proceeds from issue of convertible debentures	-	0
3.9 Other (provide details if material)	-	0
3.10 Net cash from / (used in) financing activities	0	0

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	1,337	1,337
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(625)	(625)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(521)	(521)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	0	0
4.5 Effect of movement in exchange rates on cash held	0	0
4.6 Decrease in cash holding due to loss of control in Harvest One Cannabis Inc.	0	0
4.7 Cash and cash equivalents at end of quarter	191	191

5 Reconciliation of cash and cash equivalents	Current quarter	Previous quarter
at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	\$A'000	\$A'000
5.1 Bank balances	191	1,337
5.2 Call deposits	-	-
5.3 Bank overdrafts	-	-
5.4 Term deposit		
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	191	1,337

Note: MMJ's cash balances at 29 October 2018 was \$5.6m due to asset sales since 30 September 2018 (refer MMJ announcement of 26 October 2018 for further details)

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	99
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	
Item 6.1 relates to Director's fees paid to directors as well as legal, company secretarial and office administration fees paid to Director Related entities.	

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	

8 Financing facilities available	Total facility amount at quarter end	Amount drawn at quarter end
<i>Add notes as necessary for an understanding of the position</i>	\$A'000	\$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 (excludes investments)	\$A'000
9.1 Research and development	0
9.2 Product manufacturing and operating costs	-
9.3 Advertising and marketing	-
9.4 Leased assets	23
9.5 Staff costs	321
9.6 Administration and corporate costs	282
9.7 Other - cost of sale of PTL and ASX recompliance relisting	240
9.8 Total estimated cash outflows	866

10 Acquisitions and disposals of business entities	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	-	

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:

(Company secretary)

.Date: 29 October 2018

Print name: ..Jim Hallam.....

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.