

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Name of entity

CBD ENERGY LIMITED

ABN

88 010 966 793

Quarter ended ("current quarter")

30 June 2012

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (12 months) \$A'000
1.1 Receipts from customers	20,750	89,518
1.2 Payments for (a) staff costs	(2,550)	(12,304)
(b) advertising and marketing	(255)	(2,137)
(c) research and development	-	-
(d) leased assets	-	-
(e) other working capital	(17,139)	(81,234)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	25	64
1.5 Interest and other costs of finance paid	(904)	(2,462)
1.6 Income taxes paid	-	-
1.7 Other – lease payments	-	-
Net operating cash flows	(73)	(8,555)

Explanation of Operating Cash Flows for the quarter ending 30 June 2012

CBD has continued to progress its wind developments and international solar projects during the quarter. The day to day operating costs incurred in doing so are reflected in operating cash flows. The Company has also expended \$11.2m in development costs for these projects during the year which are reflected in investing cash flows. Of particular note, the company has finished construction and commissioning of its first Italian solar project of 5 MW. The Company has signed a Term Sheet to sell the project to a British institution, subject to the completion of satisfactory due diligence.

As previously announced, CBD has successfully tendered and won a US\$3.8M solar project in the USA. This project is expected to be completed in the second quarter of the 2013 financial year. The Company has been negotiating several other International solar projects during this quarter and expects to progress these developments in next few months.

CBD's Australian solar business is also undergoing a restructure at present.

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	Current quarter \$A'000	Year to date (12 months) \$A'000
1.8 Net operating cash flows (carried forward)	(73)	(8,555)
Cash flows related to investing activities		
1.9 Payment for acquisition of:		
(a) businesses (item 5)	(300)	(300)
(b) equity investments	(97)	(1,059)
(c) intellectual property	-	-
(d) physical non-current assets	(76)	(351)
(e) other non-current assets	-	-
1.10 Proceeds from disposal of:		
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	-	-
(e) other non-current assets	-	-
1.11 Loans to other entities	-	-
1.12 Loans repaid by other entities	-	-
1.13 Other (development of wind and solar assets)	(9,940)	(11,161)
Net investing cash flows	(10,413)	(12,871)
1.14 Total operating and investing cash flows	(10,486)	(21,426)
Cash flows related to financing activities		
1.15 Proceeds from issues of convertible notes.	5,065	7,362
1.16 Proceeds from sale of forfeited shares	-	-
1.17 Proceeds from borrowings	9,092	16,052
1.18 Repayment of borrowings	(3,396)	(8,420)
1.19 Dividends paid	-	-
1.20 Share issuing costs	-	-
Net financing cash flows	10,761	14,994
Net increase (decrease) in cash held	275	(6,432)
1.21 Cash at beginning of quarter/year to date	2,262	8,969
1.22 Exchange rate adjustments	-	-
1.23 Cash at end of quarter	2,537	2,537

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Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.24	Aggregate amount of payments to the parties included in item 1.2	\$201
1.25	Aggregate amount of loans to the parties included in item 1.11	-

1.26 Explanation necessary for an understanding of the transactions

- (i) **\$142,538** was paid to TRW Holdings Pty Limited, an entity related to Mr Gerry McGowan for the following expenses;

 - \$142,538 - Executive management services and expenses incurred on the Company's behalf

(ii) Non-executive Directors \$41,055
Executive Director \$17,500

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

N/A

2.2 Details of outlays made by other entities to establish or increase their share in businesses in which the reporting entity has an interest

N/A

Financing facilities available

Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	26,776	19,764
3.2 Credit standby arrangements	-	-

Of the loan facilities above, \$7,012,000 of the amount available is from the funding facility in place to borrow against the value of approved RECS. None of this facility was in use at 30 June 2012.

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Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current quarter \$A'000	Previous quarter \$A'000
4.1 Cash on hand and at bank	2,537	3,258
4.2 Deposits at call	-	-
4.3 Bank overdraft	-	(996)
4.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.23)	2,537	2,262

Acquisitions and disposals of business entities

	Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1 Name of entity	*_	-
5.2 Place of incorporation or registration	-	-
5.3 Consideration for acquisition or disposal	-	-
5.4 Total net assets	-	-
5.5 Nature of business	-	-

* Payment of contingent consideration relating to the acquisition of eco-Kinetics in 2010 was made in the period. There has been no change to the ownership percentage (100%) of this business during the period.

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act (except to the extent that information is not required because of note 2) or other standards acceptable to ASX.
- 2 This statement does ~~does not~~* (delete one) give a true and fair view of the matters disclosed.

Sign here:



(Director)

Date: 31 July 2012

Print name: **Gerry McGowan**

+ See chapter 19 for defined terms.

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 wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
2. The definitions in, and provisions of, *AASB 1026: Statement of Cash Flows* apply to this report except for the paragraphs of the Standard set out below.
 - 6.2 - reconciliation of cash flows arising from operating activities to operating profit or loss
 - 9.2 - itemised disclosure relating to acquisitions
 - 9.4 - itemised disclosure relating to disposals
 - 12.1(a) - policy for classification of cash items
 - 12.3 - disclosure of restrictions on use of cash
 - 13.1 - comparative information
3. **Accounting Standards.** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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