Rule 4.7B

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Introduced 31/3/2000. Amended 30/9/2001

Name of entity

Q Ltd

ABN

13 083 160 909

Quarter ended ("current quarter")

31/12/09

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter $A'000	Year to date (6 months) $A'000
1.1	Receipts from customers	7494	14625
1.2	Payments for (a) staff costs	(2435)	(4466)
	(b) advertising and marketing		
	(c) research and development		
	(d) leased assets		
	(e) other working capital	(5412)	(9954)
1.3	Dividends received		
1.4	Interest and other items of a similar nature received	5	14
1.5	Interest and other costs of finance paid	(7)	(12)
1.6	Income taxes paid	0	(32)
1.7	Other (provide details if material)	0	4
	Net operating cash flows *	(355)	179

*The Company's 2009 Annual Report and investor presentations lodged since June 2009 have made reference to the need to make changes "to evolve our offering to match our changing client needs." The Company has initiated and implemented a number of changes during the six months to December 2009 including the following:

a. launched its strategy offering 'thinq digital';
b. launched its digital asset division 'qed';
c. relaunched 'The Performance Network' in New Zealand;
d. soft launch of 'The Performance Network' in Australia;
e. enlarged its permissioned data bases;

The implementation of each of these initiatives has involved an increase in costs with a resulting increase in cash out flows. Some of these initiatives are already having a positive impact on revenue however, most of the benefits will start flowing through in the second half of FY2010 and beyond.

+ See chapter 19 for defined terms.

		Current quarter $A'000	Year to date (6 months) $A'000
1.8	Net operating cash flows (carried forward)	(355)	179
	Cash flows related to investing activities		
1.9	Payment for acquisition of:		
	(a) businesses	(1535)	(3928)
	(b) equity investments		
	(c) intellectual property		
	(d) physical non-current assets	0	(35)
	(e) other non-current assets	(80)	(301)
1.10	Proceeds from disposal of:		
	(a) businesses		
	(b) equity investments		
	(c) intellectual property		
	(d) physical non-current assets		
	(e) other non-current assets		
1.11	Loans to / repayment from other entities		
1.12	Loans repaid by other entities		
1.13	Other – Term Deposit		
	Net investing cash flows	(1615)	(4264)
1.14	**Total operating and investing cash flows**	(1970)	(4085)
	Cash flows related to financing activities		
1.15	Proceeds from issues of shares, options, etc.	2394	3609
1.16	Proceeds from sale of forfeited shares		
1.17	Proceeds from borrowings (C/Bill)		
1.18	Repayment of borrowings	(6)	(11)
1.19	Dividends paid		
1.20	Other (Share issue costs)	(65)	(165)
	Net financing cash flows	2323	3433
	Net increase (decrease) in cash held	353	(652)
1.21	Cash at beginning of quarter/year to date	1424	2429
1.22	Exchange rate adjustments to item 1.20		
1.23	**Cash at end of quarter**	1777	1777

+ See chapter 19 for defined terms.

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	618
1.25	Aggregate amount of loans to the parties included in item 1.11	N/A

1.26 Explanation necessary for an understanding of the transactions

Payments to Executive Directors, Non Executive Directors and associates of Directors. The breakdown of the amount is as follows:

	Amount $000
Salaries – Executive Directors and associates	442
Payment – Non Executive Directors and associates	33
Superannuation	38
Fees paid to associates	93
Expense reimbursements	12
TOTAL	618

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

+ See chapter 19 for defined terms.

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 – Bank bills	250	250
3.2	Overdraft	250	0
3.3	Equity Financing Arrangements	0	0
3.4	Short Term Acquisition Debt Facility	0	0

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	1575	1289
4.2	Deposits at call	0	0
4.3	Bank facilities – Bank Bills	0	0
	Bank facilities – Overdraft	0	0
4.4	Other (provide details) Term Deposit	202	135
	Total: cash at end of quarter (item 1.23)	1777	1424

+ See chapter 19 for defined terms.

NOTE:

COMPARISON OF NET CASH FLOW AGAINST CASH BALANCE AND UNUSED FACILITY

	$000
Operating and investing cash	(1970)
Add back acquisition related amounts	1535
Net operating and investing cash increase	(435)
AVAILABLE CASH AND LOAN FACILITIES AS AT 31 DECEMBER 2009	
Cash	1777
Unused overdraft	250
TOTAL	2027
Number of quarters of available cash and unused loan facilities based on adjusted net operating cash decrease for September quarter:	4.7

+ See chapter 19 for defined terms.

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 give a true and fair view of the matters disclosed.

May Chuah
Company Secretary
28th January 2010

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 Flow* 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.

+ See chapter 19 for defined terms.