

ASX Announcement

31 October 2012

Appendix 4C- Quarterly Report and Update on Activities

The Board of Tempo Australia Ltd (ASX: TPP) is pleased to release the Appendix 4C for the three months to 30 September 2012 for Tempo Australia Limited and its Controlled Entities (Tempo).

Highlights of the September 2012 quarter include:

- A positive operating cash contribution from Industry Partners, Tempo's first acquisition.
- A net operating cash outflow of \$149,000 for the consolidated group.
- On a normalised basis, excluding acquisition and one off costs, the operating cash is neutral.
- The company's growth strategy through acquisition and organic growth is on track.

Tempo Industry Partners is performing in line with expectations and remains on track to contribute Sales of \$7.0M and EBIT of \$0.8M for the 2012 Financial Year, as previously reported.

The company is pleased to advise that Tempo Industry Partners has recently been selected to provide tradespeople to a new client which is a major blue chip construction company undertaking an iron ore project in the Pilbara. Mobilisation of the tradespeople is expected in November 2012 and contributes towards secured revenue for 2013.

The planned organic growth into construction and maintenance services to the resources sector in Western Australia has commenced with the appointment of a General Manager, the supervision and labour will be provided by Tempo Industry Partners. Revenues from this initiative will commence in the March 2013 quarter.

Discussions continue with various acquisition targets which vary in size to fulfil our growth plans in engineering, construction and maintenance services.

For further information, please contact Robert Whitton on 0418 962 212 or Richard Wright on 0418 211 999.

Yours faithfully



Robert Whitton
Chairman

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

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

Name of entity

Tempo Australia Limited (and control entities)

ABN

51 000 689 725

Quarter ended ("current quarter")

30th September 2012

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (9 months) \$A'000
1.1 Receipts from customers	2,639	2,639
1.2 Payments for		
(a) staff costs	(2,353)	(2,909)
(b) advertising and marketing	(14)	(47)
(c) research and development	-	-
(d) leased assets	-	-
(e) other working capital	(424)	(916)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	3	35
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net operating cash flows	(149)	(1,198)

+ See chapter 19 for defined terms.

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	Current quarter \$A'000	Year to date (9 months) \$A'000
1.8 Net operating cash flows (carried forward)	(149)	(1,198)
Cash flows related to investing activities		
1.9 Payment for acquisition of:		
(a) businesses (item 5)	-	(2,887)
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	(3)	(3)
(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 (provide details if material)	-	-
Net investing cash flows	(3)	(2,890)
1.14 Total operating and investing cash flows	(152)	(4,088)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	-	4,470
1.16 Proceeds from sale of forfeited shares	-	-
1.17 Proceeds from borrowings	-	-
1.18 Repayment of borrowings	-	-
1.19 Dividends paid	-	-
1.20 Other (provide details if material)	-	-
Net financing cash flows	-	4,479
Net increase (decrease) in cash held	(152)	382
1.21 Cash at beginning of quarter/year to date	2,916	2,382
1.22 Exchange rate adjustments to item 1.20	-	-
1.23 Cash at end of quarter	2,764	2,764

+ 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'ooo
1.24 Aggregate amount of payments to the parties included in item 1.2	(273)
1.25 Aggregate amount of loans to by the parties included in item 1.11	-
1.26 Explanation necessary for an understanding of the transactions	
-	

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

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- 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

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Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'ooo	Amount used \$A'ooo
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	-	-

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Reconciliation of cash

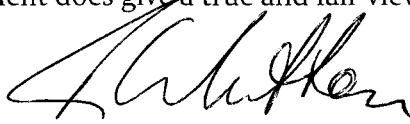
Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.		Current quarter \$A'000	Previous quarter \$A'000
4.1	Cash on hand and at bank	2,764	2,916
4.2	Deposits at call	-	-
4.3	Bank overdraft	-	-
4.4	Other (provide details)	-	-
Total: cash at end of quarter (item 1.23)		2,764	2,916

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	-	-

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.

Sign here:  Date: 29/10/12
 (Chairman)

Print name: Robert Whitton

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