



Uscom Limited

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MARKET ANNOUNCEMENT

USCOM RELEASE APPENDIX 4C

Monday, 20th July 2010, USCOM (ASX Code: UCM) today released its Appendix 4C. Quarterly Report for entities admitted on the basis of commitments for the quarter ending 30th of June 2010.

The sales during the quarter, particularly in the US were disappointing despite a strong sales pipeline from Spacelabs, USCOM's global ex Asia distributor.

Sales into the US "in-hospital" market were greatly impacted by the global financial crisis and its consequent impact on hospital finances. Also, the uncertainty due to US health reforms, which were introduced during the second half of the year, has also impacted negatively on sales.

It is likely, but not guaranteed, that these influences will diminish during the course of new financial year.

The company continues to pursue its stated objective of expanding into other market opportunities and broader applications of the technology.

Rob Phillips
Chief Executive Officer

About Uscom

Uscom Limited is an Australian medical device company which was first listed on the Australian Stock Exchange in December 2003. Uscom has developed a Non Invasive Cardiac Output Monitor. The USCOM is a simple, cost-effective and non-invasive device that measures heart function, detects irregularities and guides treatment. The USCOM device has major applications in Paediatrics, Emergency Medicine, Intensive Care Units and Anesthesia, and is a tool of choice for management of adult and paediatric sepsis, and for the guidance of all fluid administration.

USCOM has global regulatory approval and the technology is currently marketed in North America, South America, Europe, the Middle East, India and Australia by Spacelabs Healthcare, while in China and SE Asia USCOM is distributed by Pacific Medical Systems and in New Zealand it is distributed by MedXus.

Uscom Contacts

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Appendix 4C

Quarterly report for entities admitted on the basis of commitments

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

Name of entity

USCOM LIMITED

ABN

35 091 028 090

Quarter ended ("current quarter")

30 June 2010

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter	Year to date (....12.. months)
	\$A	\$A
1.1 Receipts from customers	116,489	1,046,467
1.2 Payments for (a) staff costs	(260,566)	(1,040,960)
(b) advertising and marketing	(160,903)	(361,635)
(c) research and development	(142,139)	(536,808)
(d) leased assets	-	-
(e) other working capital	(167,121)	(1,174,250)
1.4 Interest and other items of a similar nature received	2,069	19,950
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes refund	387,217	387,217
1.7 Other	161,357	162,142
Net operating cash flows	(63,597)	(1,497,877)

+ See chapter 19 for defined terms.

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Quarterly report for entities
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	Current quarter \$A	Year to date (...12.. months) \$A
1.8 Net operating cash flows (carried forward)	(63,597)	(1,497,877)
Cash flows related to investing activities		
1.9 Payment for acquisition of:		
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(c) intellectual property	(26,098)	(117,091)
(d) physical non-current assets	(35,827)	(39,804)
(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 Exchange rate adjustment	-	-
Net investing cash flows	(61,925)	(156,895)
1.14 Total operating and investing cash flows	(125,522)	(1,654,772)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	1,015	1,135,357
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) Payments relating to share issue	-	(13,262)
Net financing cash flows	1,015	1,122,095
Net increase (decrease) in cash held	(124,507)	(532,677)
1.21 Cash at beginning of quarter/year to date	1,500,551	1,908,721
1.22 Exchange rate adjustments to item 1.21		
1.23 Cash at end of quarter	1,376,044	1,376,044

+ 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
1.24	Aggregate amount of payments to the parties included in item 1.2	61,313
1.25	Aggregate amount of loans to the parties included in item 1.11	NIL

1.26 Explanation necessary for an understanding of the transactions

N/A

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	Amount used \$A
3.1	Loan facilities	NIL	NIL
3.2	Credit standby arrangements	NIL	NIL

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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	Previous quarter \$A
4.1 Cash on hand and at bank	689,715	858,164
4.2 Deposits at call	188,843	167,842
4.3 Bank overdraft	-	-
4.4 Other (provide details) Term Deposits	497,486	474,545
Total: cash at end of quarter (item 1.23)	1,376,044	1,550,551

Acquisitions and disposals of business entities

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

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:


 (Company Secretary)

Date: 19 July 2010

Print name: Daniel Fah

+ 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.