

31 July 2009

The Manager
Company Announcements Office
Australian Securities Exchange Limited
Level 4, 20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam,

Fluorotechnics Limited (FLS) - Appendix 4C – quarter ended 30 June 2009

Please find attached the Appendix 4C for the company for the quarter ended 30 June 2009.

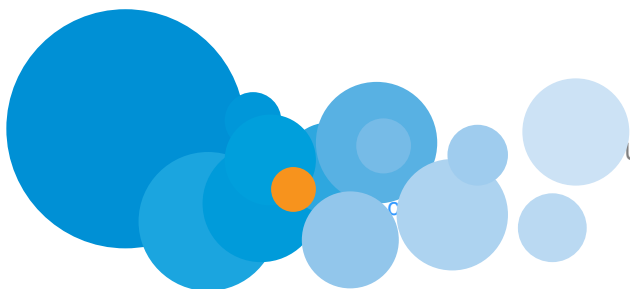
We draw your attention to paragraph 3.2 where we disclose that a majority of the directors have agreed to provide a draw down facility of up to \$360,000 in the event the company requires the funds. This facility is provided within the regulations of the Corporations Act and the ASX Listing Rules and accordingly shareholder approval will not be sought.

The company expects our operating cash flows to become positive during the December 2009 quarter.

The company also announces that it is in early stage discussions with selected parties with a view to the company possibly making a rights issue or placement of shares so as to support the company's working capital reserves in the current quarter.

Yours faithfully,

Ian Gilmour
Company Secretary



Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Introduced 31/3/2000. Amended 30/9/2001, 24/10/2005.

Name of entity

Fluorotechnics Limited

ABN

27 099 098 192

Quarter ended ("current quarter")

30 June 2009

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A	Year to date (12 months) \$A
1.1 Receipts from customers	1,274,407	3,326,854
1.2 Payments for		
(a) sales and marketing	(644,269)	(1,735,053)
(b) research and development	(267,173)	(1,077,133)
(c) cost of goods sold	(549,306)	(2,256,283)
(d) other working capital	(804,757)	(2,600,013)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	27,175	66,732
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes received (paid)	-	179,194
1.7 Other (provide details if material)	-	-
Net operating cash flows	(963,923)	(4,095,702)

+ See chapter 19 for defined terms.

Appendix 4C
Quarterly report for entities
admitted on the basis of commitments

	Current quarter \$A	Year to date (12 months) \$A
1.8 Net operating cash flows (carried forward)	(963,923)	(4,095,702)
Cash flows related to investing activities		
1.9 Payment for acquisition of:		
(a) businesses (item 5)	5,629	(2,834,314)
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	(121,639)	(203,325)
(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	(116,010)	(3,037,639)
1.14 Total operating and investing cash flows	(1,079,933)	(7,133,341)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	574,746	7,489,088
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	-	-
Net financing cash flows	574,746	7,489,088
Net increase (decrease) in cash held	(505,187)	355,747
1.21 Cash at beginning of quarter/year to date	1,203,455	342,521
1.22 Exchange rate adjustments to item 1.20	-	-
1.23 Cash at end of quarter	698,268	698,268

+ 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	55,818
1.25	Aggregate amount of loans to the parties included in item 1.11	-

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	-	-
3.2	Credit standby arrangements	360,000	0

A majority of the directors of Fluorotechnics have agreed to establish a credit draw down facility of up to \$360,000 to be made available to the company if additional funds are required. None of this facility has been used at the time of lodging this document.

The terms of this facility, upon drawdown are as follows:

- Secured portion – First \$300,000 – Secured by fix and floating charge over the assets of FLS
- Interest rate on secured portion is 7% and remaining unsecured portion is 12%
- Loan is repayable on demand after 31 January 2010
- Interest is calculated from date of drawdown and becomes payable on 1 February 2010 and then monthly in arrears from 1 March 2010

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Appendix 4C
Quarterly report for entities
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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	680,721	1,203,455
4.2 Deposits at call	17,547	-
4.3 Bank overdraft	-	-
4.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.23)	698,268	1,203,455

Acquisitions and disposals of business entities

	Acquisitions <i>(Item 1.9(a))</i>	Disposals <i>(Item 1.10(a))</i>
5.1 Name of entity	n/a	n / a
5.2 Place of incorporation or registration	n/a	n / a
5.3 Net cash consideration for acquisition	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 gives a true and fair view of the matters disclosed.

Sign here: _____
 (Company secretary)

Date: 31 July 2009

Print name: IAN GILMOUR

Notes

+ See chapter 19 for defined terms.

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 1007: 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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