

CML Group

6 March 2018

CML Group Limited (ASX:CGR)
("CML" or the "Company")

\$13.0m Institutional Placement

CML is pleased to announce that it has today successfully completed a placement to raise \$13.0m (before costs) through a placement of 26.0 million fully paid ordinary shares to institutional and sophisticated investors (Placement). The Placement, was undertaken at an issue price of \$0.50 per share.

Proceeds from the placement will be used to strengthen the Company's balance sheet post the acquisition of Thorn Groups Trade and Debtor Finance business and working capital of the company.

Commenting on the success of the Placement, CML Managing Director, Daniel Riley, commented:

"We are delighted with the strong support the Company has received for the Placement which is reflective of the progress that the Company has made over the last 12 months as well as the growth opportunities in front of us. We thank our existing shareholders for the ongoing support and are also pleased to welcome a number of new institutional investors and professional investors to our share register.

Following the completion of the acquisition of the Thorn debtor finance book these additional funds will further strengthen the Company's balance sheet and working capital of the company."

The Placement will be undertaken in a single tranche with the issue of 26 million new ordinary shares at an issue price of \$0.50 per share to raise approximately \$13.0million (before costs). The Placement is scheduled to settle via DvP on 9 March 2018 using the Company's existing 15.0% placement capacity.

Sincerely,



Daniel Riley
CEO

**cashflow
finance**



ABOUT CML GROUP

CML provides finance to SME businesses.

CML's primary service is 'factoring' or 'receivables finance'. Through the factoring facility CML provides an advance payment of up to 80% of a client's invoice to help their business overcome the cash pressure of delivering goods or services in advance of payment from their customer (often 30 to 60 days). This is a flexible line of credit that is utilised in line with sales volume. CML will consider an additional advance to a client (above the usual 80%) on occasion, for an additional fee and when there is adequate security from the client to cover the position.

Other services include trade finance to assist clients finance purchases, as well as labour sourcing, project management and direct recruitment.

