



migme limited

ABN 43 059 457 279

(Formerly Latin Gold Limited)

ASX APPENDIX 4E

PRELIMINARY FINAL REPORT

FOR THE YEAR ENDED 30 JUNE 2014

RESULTS FOR ANNOUNCEMENT TO THE MARKET

		% Change	AUD \$ 2014	AUD \$ 2013
Revenue from ordinary activities	Down	91%	\$5,846	\$63,087
Loss from ordinary activities after tax attributable to members	Up	3,051%	(\$1,293,353)	(\$41,043)
Net loss after tax for the period attributable to members	Up	3,051%	(\$1,293,353)	(\$41,043)
Loss per share (cents per share)	Up	2,977%	(2.00)	(0.065)
Diluted loss per share (cents per share)	Up	2,977%	(2.00)	(0.065)
Net tangible assets per share	Up	1,500%	\$0.16	\$0.01
Loss before interest, income tax, depreciation and amortisation	Up	1,669%	(\$1,293,353)	(\$73,111)

The Directors have not proposed a dividend and no dividend has been paid since incorporation.

The report is based on accounts which are in the process of being audited.

The functional and presentation currency of migme limited is Australian Dollars. Any reference to dollars or currency in this report will be a reference to Australian dollars, unless stated otherwise.

COMMENTARY ON RESULTS

The consolidated preliminary final report of migme limited ("migme" or "Company") covers the twelve months of operations for the year ended 30 June 2014.

Revenue from ordinary activities has decreased by 91% on the prior year. This is the result of interest received on cash held in bank accounts decreasing.

Loss from ordinary activities after tax attributable to members has increased by 3,051% on the prior year. This is consistent with an increase in activity during this year. Significant items of expense this year include:

- \$250,000 written off relating to the possible acquisition of Manjaro Resources Pty Ltd. The deposit was paid in the prior year, and as a result of the Company not completing the acquisition, the deposit was written off.
- \$273,590 expensed relating to a decrease in the market value of 6,522,366 fully paid ordinary shares held in Coronet Metals Inc., a company listed on the TSX-V.
- \$279,864 of previously capitalised exploration and evaluation expenditure. This is consistent with the Company ceasing activity in the mineral sector because of the merger with Project Goth In and M3H Pte Ltd.

Net tangible assets per share has increased from \$0.01 per share to \$0.16 per share. This is predominantly the result of \$8,000,000 in proceeds relating to a share issue being received prior to the year ended 30 June 2014.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION **As at 30 June 2014**

		Consolidated	
		2014	2013
	Note	\$	\$
Current Assets			
Cash and cash equivalents	4	9,853,973	2,599,548
Trade and other receivables	5	6,996	521,083
Total Current Assets		9,860,969	3,120,631
Non-Current Assets			
Plant and equipment	7	2,118	-
Exploration and evaluation expenditure	8	-	279,864
Other financial assets	6	530,785	-
Investments	9	147,790	470,500
Total Non-Current Assets		680,693	750,364
TOTAL ASSETS		10,541,662	3,870,995
Current Liabilities			
Trade and other payables	10	98,049	58,431
Total Current Liabilities		98,049	58,431
TOTAL LIABILITIES		98,049	58,431
NET ASSETS		10,443,613	3,812,564
Equity			
Contributed equity	11	21,244,103	13,269,603
Reserves	12	587,567	637,665
Accumulated losses		(11,388,057)	(10,094,704)
TOTAL EQUITY		10,443,613	3,812,564

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME**
For the Year Ended 30 June 2014

	Note	Consolidated	
		2014	2013
		\$	\$
Revenue	2	5,846	63,087
Project costs		(55,908)	(60,782)
Employee costs		(18,000)	-
Occupancy costs		(38,091)	(30,740)
General and administration costs		(43,143)	(22,843)
Travel		(1,927)	-
Corporate and legal costs		(259,006)	(201,599)
Writeoff deposit paid to Manjaro		(250,000)	-
Depreciation		(81)	-
Foreign exchange gains /(losses)		(79,589)	211,834
Impairment of investment in Coronet shares		(273,590)	-
Exploration and evaluation expenditure written off		(279,864)	-
Profit/(Loss) before income tax expense		(1,293,353)	(41,043)
Income tax expense		-	-
Net profit/(loss) for the year		(1,293,353)	(41,043)
Other comprehensive income			
Items that may be classified subsequently to profit or loss			
Exchange differences on translation of foreign operations	12	1,257	42,910
(Loss) / Gain on Coronet shares net of impairment transferred to profit and loss		(51,355)	51,355
Items that will not be reclassified to profit and loss			-
Total other comprehensive income/(loss)		(50,098)	94,265
Total comprehensive income / (loss) for the year		(1,343,451)	53,222
Net profit/(loss) attributable to the members of the parent entity		(1,293,353)	(41,043)
Total comprehensive income / (loss) attributable to members of parent entity		(1,343,451)	53,222
 Basic profit/(loss) per share (cents per share)	3	(2.00)	(0.065)
Diluted profit/(loss) per share (cents per share)	3	(2.00)	(0.065)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY **For the Year Ended 30 June 2014**

	Contributed Equity \$	Reserves \$	Accumulated losses \$	Total Equity \$
As at 1 July 2012	13,269,603	543,400	(10,053,661)	3,759,342
Net loss for the year	-	-	(41,043)	(41,043)
Other comprehensive income for the year	-	94,265	-	94,265
Total comprehensive income for the year	-	94,265	(41,043)	53,222
Equity based payments	-	-	-	-
Balance at 30 June 2013	13,269,603	637,665	(10,094,704)	3,812,564
As at 1 July 2013	13,269,603	637,665	(10,094,704)	3,812,564
Net loss for the year	-	-	(1,293,353)	(1,293,353)
Other comprehensive income for the year	-	(50,098)	-	(50,098)
Total comprehensive loss for the year	-	(50,098)	(1,293,353)	(1,343,451)
Shares to be issued	8,000,000	-	-	8,000,000
Capital raising costs	(25,500)	-	-	(25,500)
Balance at 30 June 2014	21,244,103	587,567	(11,388,057)	10,443,613

CONSOLIDATED STATEMENT OF CASH FLOWS **For the Year Ended 30 June 2014**

		Consolidated	
	Note	2014	2013
		\$	\$
Cash Flows from Operating Activities			
Payments to suppliers, contractors and employees		(306,462)	(306,242)
Interest received		3,927	32,068
Other receipts		1,919	24,815
		<u>1,919</u>	<u>24,815</u>
Net cash flows used in operating activities	13	<u>(300,616)</u>	<u>(249,359)</u>
Cash Flows from Investing Activities			
Payments for advances made to related entity		(573,658)	-
Deposits refunded / (paid) to acquire project	5	250,000	(500,000)
Payments for acquisition of plant and equipment		(2,199)	-
Payments for exploration and evaluation		<u>(55,908)</u>	<u>(194,341)</u>
Net cash flows used in investing activities		<u>(381,765)</u>	<u>(694,341)</u>
Cash Flows from Financing Activities			
Proceeds from shares to be issued		8,000,000	-
Share issue expenses		<u>(25,500)</u>	<u>-</u>
Net cash flows from financing activities		<u>7,974,500</u>	<u>-</u>
Net increase / (decrease) in cash and cash equivalents		7,292,119	(943,700)
Cash and cash equivalents at the beginning of the financial year		2,599,548	3,331,414
Effect of exchange rate movements on cash		<u>(37,694)</u>	<u>211,834</u>
Cash and cash equivalents at the end of the financial year	4	<u>9,853,973</u>	<u>2,599,548</u>

CONDENSED NOTES TO THE FINANCIAL STATEMENTS

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

This report is based on accounts that are in the process of being audited.

The report does not include all of the notes normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the financial report for the year ended 30 June 2014 and any public announcements made by migme limited during the reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

This financial report is prepared in Australian dollars unless otherwise stated.

(b) Statement of Compliance

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards (IFRS).

The Company has adopted all new and revised Australian Accounting Standards and interpretations issued by the Australian Accounting Standards Board (AASB) which are mandatory to apply to the current year.

(c) Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all entities controlled by migme limited at the end of the reporting period. A controlled entity is any entity over which migme limited has the power to govern the financial and operating policies so as to obtain benefits from the entity's activities. Control will generally exist when the parent owns, directly or indirectly through subsidiaries, more than half of the voting power of an entity. In assessing the power to govern, the existence and effect of holdings of actual and potential voting rights are also considered.

Where controlled entities have entered or left the Group during the year, the financial performance of those entities are included only for the period of the year that they were controlled.

In preparing the consolidated financial statements, all inter-group balances and transactions between entities in the consolidated group have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with those adopted by the parent entity.

Non-controlling interest, being the equity in a subsidiary not attributable, directly or indirectly, to a parent, are shown separately within the Equity section of the consolidated Statement of Financial Position and Statement of Profit or Loss and other Comprehensive Income. The non-controlling interests in the net assets comprise their interests at the date of the original business combination and their share of changes in equity since that date.

CONDENSED NOTES TO THE FINANCIAL STATEMENTS

		Consolidated	
		2014	2013
		\$	\$
2.	Revenue		
	Sundry income	1,919	31,019
	Interest received	3,927	32,068
		<u>5,846</u>	<u>63,087</u>

		2014	2013
		No. of Shares	No. of Shares
3.	Earnings per Share		
	Weighted average number of ordinary shares outstanding during the year used in calculation of earnings per share	<u>64,630,647</u>	<u>64,630,647</u>
	Weighted average number of potential ordinary shares outstanding during the year used in calculation of diluted earnings per share	<u>64,630,647</u>	<u>64,630,647</u>

		Consolidated	
		2014	2013
		\$	\$
4.	Cash and cash equivalents		
	Cash at bank (i)	<u>9,853,973</u>	<u>2,599,548</u>

(i) The Company received proceeds of US\$7,495,200 for an \$8,000,000 share placement prior to the year ended 30 June 2014. As the shares were not allotted prior to year end, the cash received has been treated as restricted cash. As at 30 June 2014 the AU\$ equivalent amounted to \$7,956,467.

5. Trade and other receivables

Current Receivables

Deposit paid to acquire Manjaro Resources Pty Ltd (i)	-	500,000
GST	6,996	14,879
Sundry debtors	-	6,204
	<u>6,996</u>	<u>521,083</u>

(i) From the balance of \$500,000 at 30 June 2013, 50% of the deposit was repaid by Manjaro and 50% was expensed by the Company during the current year as due diligence costs.

None of the current trade and other receivables are impaired or past due.

6 Other Financial Assets

Advances to M3H Pte Ltd	<u>530,785</u>	-
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On 22 January 2014, the Company advanced M3H Pte Ltd US\$500,000 in the form of an interest free loan. As amended, the due date for repayment of the loan was 31 July 2014. On 5 August 2014, M3H Pte Ltd became a wholly owned subsidiary of the Company. Repayment of the loan, from the subsidiary, will be determined at the discretion of the Directors.

CONDENSED NOTES TO THE FINANCIAL STATEMENTS

	Consolidated	
	2014	2013
	\$	\$
7. Plant and equipment		
Cost – opening	-	5,118
Additions	2,199	-
Cost – closing	2,199	5,118
Accumulated depreciation - opening	-	(5,118)
Depreciation	(81)	-
Accumulated depreciation - closing	(81)	(5,118)
Written down value - closing	2,118	-
8. Exploration and Evaluation Expenditure		
Written down value - opening	279,864	85,523
Exploration expenditure	-	194,341
Exploration expenditure written off	(279,864)	-
Written down value - closing	-	279,864
9. Investments		
Available-for-sale securities (i)	147,790	470,500
(i) As partial consideration for the sale of Golden Eagle Resources Peru SAC and mining information and related assets in 2011, the Group received 6,522,366 fully paid ordinary shares in Coronet Metals Inc., a company listed on the TSX-V. The shares have been valued at CAD\$0.02 per share, being the closing price on the Toronto Stock Exchange as at 30 June 2014.		
10. Trade and other payables		
Current Payables		
Trade creditors	-	1,297
Accruals	98,049	57,134
	98,049	58,431

Trade liabilities are non-interest bearing and normally settled on 30-day terms.

CONDENSED NOTES TO THE FINANCIAL STATEMENTS

	2014 Number	2013 Number	2014 \$	2013 \$
11. Contributed Equity				
<i>Ordinary Shares</i>				
Ordinary shares at beginning of year	323,152,868	323,152,868	13,269,603	13,269,603
1 for 5 consolidation	(258,522,221)	-	-	-
Shares to be issued	-	-	8,000,000	-
<i>Less</i> Capital raising costs	-	-	(25,500)	-
Ordinary shares at end of year	64,630,647	323,152,868	13,244,103	13,269,603

On a show of hands, every member present in person or by proxy shall have one vote and, upon a poll, each share shall have one vote.

Share Options

As at 30 June 2014 there were nil options to subscribe for ordinary shares.

	Consolidated	
	2014 \$	2013 \$
12. Reserves		
<i>Options reserve</i>		
Balance at beginning of year	317,877	317,877
Issued	-	-
Directors' options vested	-	-
Reversal of expense booked in prior years	-	-
Balance at end of year	<u>317,877</u>	<u>317,877</u>
<i>Foreign currency translation reserve</i>		
Balance at beginning of year	268,433	225,523
Currency translation differences arising during the year	<u>1,257</u>	<u>42,910</u>
Balance at end of year	<u>269,690</u>	<u>268,433</u>
<i>Available for sale asset reserve</i>		
Balance at the beginning of the year	<u>51,355</u>	<u>-</u>
Net fair value gain/ (loss) available for sale assets - Coronet Metals Inc Shares	(324,945)	51,355
Transfer to profit and loss as an impairment loss	<u>273,590</u>	<u>-</u>
Balance at the end of the year	<u>-</u>	<u>51,355</u>
Total Reserves	<u>587,567</u>	<u>637,665</u>

CONDENSED NOTES TO THE FINANCIAL STATEMENTS

13.	Notes to the Cash Flow Statement	Consolidated	
	<i>(a) Reconciliation of net cash used in operating activities to operating profit/(loss) after income tax</i>	2014	2013
		\$	\$
	Operating profit / (loss) after tax	(1,293,353)	(41,043)
	<i>Add non cash items:</i>		
	Exploration and evaluation expenditure classified as investing	55,908	-
	Foreign exchange gains	-	(210,930)
	Exploration expenditure written off	279,864	-
	Manjaro deposit written off	250,000	-
	Impairment of investment in Coronet Metals Inc	273,590	-
	Depreciation	81	-
	Net foreign currency (gain) / loss	79,589	-
	<i>Changes in net assets and liabilities net of disposal of subsidiary</i>		
	Decrease/(increase) in receivables	14,087	(9,834)
	(Decrease) / increase in payables	39,618	12,448
	Net cash outflow from operating activities	<u>(300,616)</u>	<u>(249,359)</u>
	<i>(b) Non-cash financing and investing activities</i>		

There were no non-cash financing and investing activities during the year (2013: nil).