

CML Group Limited (CGR) formerly Careers Multilist Limited**ABN: 88 098 952 277****Appendix 4E****Preliminary Final Report****Year ended 30 June 2014**

FINANCIAL YEAR ENDED: 30 June 2014

Previous financial period ended: 30 June 2013

Audit Status: This report is in the process of being audited but is not likely to be the subject of dispute or qualification.

Results for announcement to the market

				\$'000s
Revenue from ordinary activities	up	38.2%	to	139,369
Net profit (loss) for the period after tax attributable to members	up	45.2%	to	1,112

Dividends	Amount per security	Franked amount per security
Final dividend	0.60 cents	100%
Interim dividend	0.50 cents	100%
Previous corresponding period		
Final dividend	0.50 cents	100%
Interim dividend	0.50 cents	100%
Record date for determining entitlements to the final dividend	3rd October 2014	
Date for payment of the final dividend	30th October 2014	

Brief explanation of any of the figures reported to enable the figures to be understood;**Commentary:***Refer to preceding results announcement*

For any queries, please contact Daniel Riley on 1300 666 177

**Signed: Daniel Riley, Director****Date: 25th August 2014**

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the year ended 30 June 2014

		Consolidated Group	
	Note	30 June 2014	30 June 2013
		\$000's	\$000's
Revenue		139,369	100,816
Agency fees		(66,778)	(22,061)
Employee benefit expense (direct employees)		(3,789)	(4,910)
Employee benefit expense (on-hire staff)		(63,938)	(70,441)
Depreciation and amortisation expense		(116)	(91)
Finance costs-product related		(496)	(220)
Finance costs-corporate		(161)	(225)
Rent		(361)	(214)
Bad and doubtful debts		(36)	(261)
Other expenses		(2,013)	(1,210)
Profit/(Loss) before Income Tax		1,681	1,183
Income tax expense		(569)	(417)
Profit/(loss) attributable to members of the parent entity		1,112	766
Other comprehensive income		-	-
Total comprehensive income/(loss) for the year		1,112	766
Earnings/(loss) per Share:			
Basic and diluted earnings/(loss) per share (cents)	4	1.55	1.23

The accompanying notes form part of these financial statements

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2014

	Note	Consolidated Group 30 June 2014 \$000's	30 June 2013 \$000's
CURRENT ASSETS			
Cash and cash equivalents		540	1,538
Trade and other receivables		22,817	9,178
Other current assets		880	432
TOTAL CURRENT ASSETS		24,237	11,148
NON-CURRENT ASSETS			
Plant and equipment		175	216
Deferred tax assets		876	681
Intangible assets		5,358	5,243
TOTAL NON-CURRENT ASSETS		6,409	6,140
TOTAL ASSETS		30,645	17,288
CURRENT LIABILITIES			
Trade and other payables		11,881	5,733
Borrowings		6,685	5,920
Current tax liabilities		671	272
Short-term provisions		1,120	1,125
TOTAL CURRENT LIABILITIES		20,357	13,050
NON-CURRENT LIABILITIES			
Borrowings		17	24
Long-term provisions		4	19
TOTAL NON-CURRENT LIABILITIES		21	43
TOTAL LIABILITIES		20,378	13,093
NET ASSETS		10,267	4,195
EQUITY			
Issued capital	2	10,350	4,719
General Reserve		441	-
Retained losses		(524)	(524)
TOTAL EQUITY		10,267	4,195

The accompanying notes form part of these financial statements

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the Financial Year Ended 30 June 2014

Consolidated Group

	Share Capital \$000's	General Reserve \$000's	Retained Losses \$000's	Total Equity \$000's
Balance at 1 July 2012	4,731	-	(666)	4,065
Total comprehensive income for the year			766	766
Transactions with owners in their capacity as owners				
Contributions of equity	-	-	-	-
Share issue costs	(12)	-	-	(12)
Dividends provided for or paid	-	-	(624)	(624)
Balance at 30 June 2013	4,719	-	(524)	4,195
Balance at 1 July 2013	4,719	-	(524)	4,195
Total comprehensive income for the year	-	1,112	-	1,112
Transactions with owners in their capacity as owners				
Contributions of equity	5,785	-	-	5,785
Share issue costs	(154)	-	-	(154)
Dividends provided for or paid	-	(671)	-	(671)
Balance at 30 June 2014	10,350	441	(524)	10,267

The accompanying notes form part of these financial statements

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30 June 2014

	Consolidated Group	
	30 June 2014	30 June 2013
	Note	\$000's
	\$000's	\$000's
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	125,706	98,595
Payments to suppliers and employees	(127,993)	(98,897)
Interest received	24	65
Finance costs	(657)	(445)
Income tax paid	(293)	(471)
Net cash provided by operating activities	(3,213)	(1,153)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for Plant and Equipment	(14)	(65)
Payments for IT Development	(153)	(76)
Payment for subsidiary, net of cash acquired	-	-
Net cash (used in) investing activities	(167)	(141)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	5,785	-
Cost of capital raising	(231)	(12)
Proceeds from borrowings	-	-
Repayment of borrowings	(2,005)	(275)
Dividends paid to company's shareholders	(671)	(624)
Net cash (used in)/ provided by financing activities	2,878	(911)
Net (decrease)/ increase in cash held	(502)	(2,205)
Cash at the beginning of the financial year	1,042	3,247
Cash acquired on acquisition of subsidiary	-	-
Cash at the end of the financial year	540	1,042

The accompanying notes form part of these financial statements

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report includes the consolidated financial statements of CML Group Limited and controlled entities ('Consolidated Group' or 'Group'). Accounting policies have been applied consistently from the prior year.

2. CONTRIBUTED EQUITY

	2014	2013	2014	2013
	Shares	Shares	\$000's	\$000's
Ordinary Shares fully paid	90,302,694	62,455,571	10,273	4,719

27,847,023 ordinary shares were issued in the financial year ended 30 June 2014 at \$0.22 per share raising a net amount of \$5,553,390. The share placements were to self fund new cashflow finance customers and for working capital.

3. SUBSIDIARIES

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries.

Name of entity	Country of Incorporation	Class of Shares	Equity holding*	
			2014	2013
Parent entity				
CML Group Limited	Australia	Ordinary		
Controlled entities				
Zenith Management Services Pty Ltd	Australia	Ordinary	100%	100%
Lester Australia Limited	UK	Ordinary	100%	100%
The Lester Partnership Pty Limited	Australia	Ordinary	100%	100%
Lester Payroll Services Pty Limited	Australia	Ordinary	100%	100%
Lester Associates Good Migration Pty Limited	Australia	Ordinary	100%	100%
Lester Associates Business Services Pty Limited	Australia	Ordinary	100%	100%
#LesterPlus Pty Limited	Australia	Ordinary	100%	100%

* The proportion of ownership interest is equal to the proportion of voting power held

Lester Plus is a new company registered 22 August 2012

4. EARNINGS PER SHARE

	Consolidated Group	
	2014 Cents per Share	2013 Cents per Share
Basic and diluted earnings per share	1.55	1.23

The earnings and weighted average number of ordinary shares used in the calculation of basic earnings per share are as follows:-

	Consolidated Group	
	2014 \$000's	2013 \$000's
Earnings (i)	1,112	766
	No	No.
Weighted average number of ordinary shares (ii)	71,608,488	62,455,571

- (i) Earnings used in the calculation of basic earnings per share are net profit after tax as per the income statement.
- (ii) There are no shares which are dilutive so that there is no difference between basic earnings per share and diluted earnings per share

5. NET TANGIBLE ASSET BACKING

	Cents	Cents
Net tangible asset backing per ordinary security (per share)	5.4	(1.7)

6. EVENTS SUBSEQUENT TO REPORTING DATE

In August 2014 CML Group appointed a receiver to a customer of its finance division. The current amount due to the Company is \$440k, which will be 100% recoverable through asset sales, insurance and an agreement with CML Group Directors Greg and Daniel Riley to underwrite any shortfall.

Other than above, there are no circumstances that have arisen since the end of the financial period which significantly affect or may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in future financial periods.

7. COMMENTARY ON RESULTS

CML Group has built a solid business platform for future returns to shareholders, through the continued rapid growth of its finance division, increased access to capital, improved cost control and improved outlook in other business divisions. A solid FY14 result and the Board's confidence in its earnings outlook underpins the decision to declare a fully franked final dividend of 0.6 cps, payable on 30th October 2014 with a Record Date of 3rd October 2014. This brings total fully franked dividends in respect of the 2014 financial year to 1.1 cps.

CML Group expects to increase revenues and profit through FY15 and beyond. This growth strategy is centred on the following two key initiatives:

- 1) The continued growth of the finance division, facilitated by increasing access to capital.
- 2) A continued push from the payroll division into the corporate space.

Thank you for your support of CML Group and we look forward to reporting on the progress of the Company during the year.



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Daniel Riley
Managing Director
25th August 2014