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ASX RELEASE **31 AUGUST 2016**

PRELIMINARY FINAL REPORT: YEAR ENDED 30 JUNE 2016

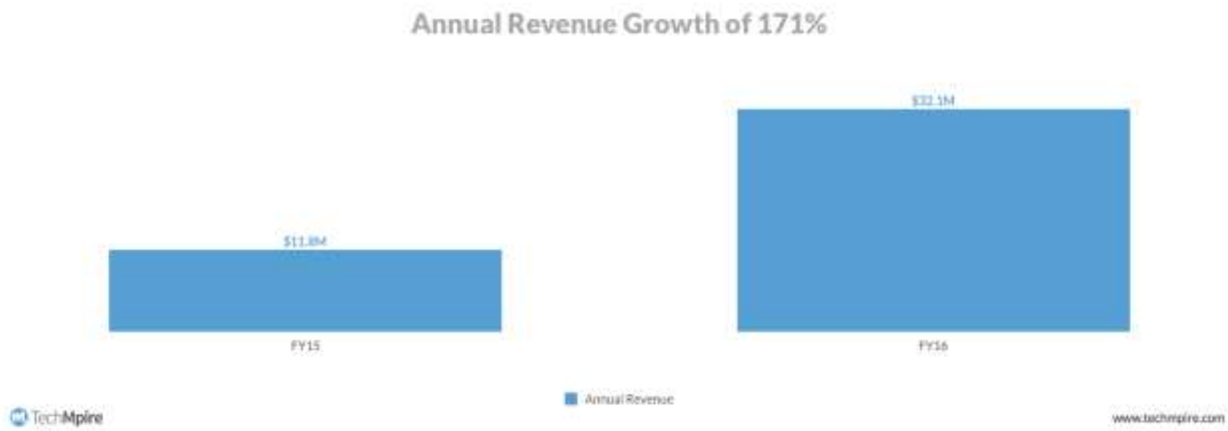
HIGHLIGHTS

- **Tech Mpire's performance for the 2016 financial year includes an impressive growth in revenue of 171% to $32.1 million (FY15 revenue: $11.8 million)**
- **Tech Mpire group as a whole achieved a $0.9 million profit before tax and a non-cash expense of $4.2 million relating to the issue of performance rights (non-recurring in FY17)**
- **The net loss before tax reduced by 67% to $3.4 million from $10.3 million (FY15)**
- **A strong balance sheet is retained with $5.6 million in cash and the Company begins FY17 with significant funding to continue revenue and strategic business growth**
- **Financial performance snapshot as below (refer to attached Appendix 4E for full details):**

	Livelynk Group $	Tech Mpire $	Appenture $	Elimination of intra group transactions $	Tech Mpire Group FY16 $	Tech Mpire Group FY15 $
Revenue	32,123,476	-	-	-	32,123,476	11,849,518
Cost of services rendered	(28,686,902)	-	(2,082)	-	(28,688,984)	(11,827,938)
Gross profit	3,436,574	-	(2,082)	-	3,434,492	21,580
Other income	318,018	38,233	37,316	(33,982)	359,585	151,555
Overheads	(2,079,248)	(833,339)	(23,043)	33,982	(2,901,648)	(1,973,067)
Other expenses	-	(4,280,938)	-		(4,280,938)	(8,473,365)
Net profit / (loss) before tax	**1,675,344**	**(5,076,044)**	**12,191**	**-**	**(3,388,509)**	**(10,273,297)**

Tech Mpire Limited (ASX: TMP) (**Tech Mpire** or **Company**) is pleased to announce its preliminary results for the 2016 financial year (**FY16**) with the core operating entities (Livelynk Group) generating revenue of $32.1 million and a profit before tax of $1.7 million.

The Tech Mpire group as a whole reported a net loss before tax of $3.3 million. However, this includes a non-cash share-based payment expense of $4.2 million relating to performance rights. Class A and B performance rights have been fully expensed in FY16. The net profit before tax and the non-cash share-based payment expense amounted to $0.9 million. The FY16 result represents substantial growth on FY15 and demonstrates continued validation of the business and its growth strategy.



Tech Mpire retains a strong balance sheet with $10 million in cash and current receivables, and remains in a robust financial position to continue to pursue strategic growth opportunities in FY17.

Tech Mpire's Managing Director, Mr Luke Taylor commented:

"With the guidance and leadership of the Board and executive management, we have been able to deliver significant growth in the business and client base during our first year as a publicly listed company. Our growth strategy was validated throughout the year through the expansion of our network and increasing revenue.

"Entering FY17, we aim to accelerate the development of our technology platform, nxus®, to provide greater value to our clients and facilitate entry into new market segments. Our strong balance sheet positions us well to continue investment in the development of our platform."

Tech Mpire's FY16 audited financial results will be available in the Company's 2016 Annual Report, due to be released in September.

-Ends-

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APPENDIX 4E: PRELIMINARY FINAL REPORT

Tech Mpire Limited (ASX: TMP) (**"Tech Mpire"** or **"Company"**) presents its preliminary final report. This report is based on financial statements which are in the process of being audited.

Reporting period

Current reporting period: Year ended 30 June 2016
Previous reporting period: Year ended 30 June 2015

Results for announcement to the market

				$		$
Revenue from ordinary activities	up	171%	To	**32,123,476**	from	11,849,518
Loss from ordinary activities after tax attributable to members[1]	down	65%	To	**(3,646,565)**	from	(10,331,492)
Net loss for the period attributable to members	down	67%	To	**(3,393,394)**	from	(10,191,407)

Notes
1. The loss for the year ended 30 June 2016 is stated after recognising a non-cash share-based payments expense of $4,250,454.

Dividends

The Company does not propose to pay a dividend and there is no re-investment plan in operation.

Net tangible assets per security

	30 June 2016 **$**	**30 June 2015** **$**
Net tangible assets	**7,994,086**	7,124,481
Number of ordinary shares on issue at balance date	**65,741,001**	60,541,001
Net tangible assets per security	**0.12**	0.12

Acquisition of controlled entity

Refer to Note 12(a) included in the financial information.

Financial information of Tech Mpire Limited and its controlled entities ("Group")

SUMMARISED OPERATING AND FINANCIAL REVIEW

The 2016 financial year was the Group's first full year of trading since completing a $6 million capital raising at the end of June 2015 and being readmitted to quotation on the Australian Securities Exchange on 7 July 2015.

A summary of the operating results achieved by the Group is set out below:

	Livelynk Group $	Tech Mpire $	Appenture $	Elimination of intra group transactions $	**Group FY 2016 $**	Group FY 2015[2] $	Group FY 2014[2] $
Revenue[1]	32,123,476	-	-	-	**32,123,476**	11,849,518	1,137,818
Cost of services rendered	(28,686,902)	-	(2,082)	-	**(28,688,984)**	(11,827,938)	(1,889,269)
Gross profit / (loss)[1]	3,436,574	-	(2,082)	-	**3,434,492**	21,580	(751,451)
Other income	318,018	38,233	37,316	(33,982)	**359,585**	151,555	503,979
Overheads[3]	(2,079,248)	(833,339)	(23,043)	33,982	**(2,901,648)**	(1,973,067)	(1,524,566)
	1,675,344	(795,106)	12,191	-	**892,429**	(1,799,932)	(1,772,038)
Other expenses[4]	-	(4,280,938)	-	-	**(4,280,938)**	(8,473,365)	(11,543)
Profit / (Loss) before income tax	1,675,344	(5,076,044)	12,191	-	**(3,388,509)**	(10,273,297)	(1,783,581)

Notes:

1. The significant increase in revenue and gross profit in FY 2016 is a result of the successful deployment of the Group's growth strategies which include: increase the spend by existing advertiser clients, recruit additional high quality affiliates and advertiser clients, and actively seek new ways to increase gross margin.
2. The financial information provided for FY 2015 and FY 2014 comprises the operating results of the Livelynk group of companies (Livelynk Group Pty, Mpire Media Pty Ltd and Mpire Network Inc). This financial information excludes the operating results of Tech Mpire Limited due to the fact that the deemed reverse acquisition of Tech Mpire Limited by the Livelynk group of companies completed on 29 June 2015.
3. The increase in overheads in FY 2016 from FY 2015 is largely due to the incurring of costs associated with being a listed company, such as: ASX listing fees, share registry fees, investor relations support, and expansion of the corporate team.
4. Other expenses are made up of the following costs that are not regarded as being ongoing operational costs:

	FY 2016	**FY 2015[2]**	**FY 2014[2]**
Share based payments (non-cash)	(4,250,454)	-	-
Corporate transaction costs	(30,484)	(1,817,674)	(11,543)
Excess consideration on reverse acquisition	-	(6,167,441)	-
Reversal of prior period sale	-	(488,250)	-
	(4,280,938)	(8,473,365)	(11,543)

SUMMARISED OPERATING AND FINANCIAL REVIEW (continued)

A summary of the Group's financial position at year end is set out below:

	FY 2016	FY 2015	FY 2014
Current Assets	**10,130,088**	10,450,899	991,856
Non-Current Assets	**216,690**	104,947	158,899
Total Assets	**10,346,778**	10,555,846	1,150,755
Current Liabilities	**2,235,943**	3,367,528	1,535,925
Non-Current Liabilities	**75,294**	63,837	32,286
Total Liabilities	**2,311,237**	3,431,365	1,568,211
Net Assets / (Liabilities)	**8,035,541**	7,124,481	(417,456)

Notes:

1. The improvement in the net asset position at FY 2016 is largely due to the early settlement of a legacy income tax liability, and having no amounts drawn down under the debtor factoring facility. The improvement in the net asset position from FY 2014 to FY 2015 was mainly due to the successful completion of a $6 million capital raising on 29 June 2015.
2. The financial information provided for FY 2014 comprises the financial position of the Livelynk group of companies only due to the fact that the deemed reverse acquisition of Tech Mpire Limited by the Livelynk group of companies only completed on 29 June 2015.

CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 $	2015 $
Continuing Operations			
REVENUE	**2**	**32,123,476**	11,849,518
Cost of services rendered		**(28,688,984)**	(11,827,938)
GROSS PROFIT/(LOSS)		**3,434,492**	21,580
Other income	**3(a)**	**359,585**	151,555
OVERHEADS			
Administration costs	**3(b)**	**(633,811)**	(432,386)
Compliance costs	**3(c)**	**(195,964)**	(96,711)
Consultancy costs	**3(g)**	**(325,271)**	(27,151)
Employment costs	**3(d)**	**(1,077,448)**	(932,263)
Occupancy costs		**(43,865)**	(42,247)
Finance costs	**3(e)**	**(119,464)**	(154,103)
Foreign exchange differences		**(35,072)**	(25,671)
Depreciation		**(36,841)**	(25,997)
		(2,467,736)	(1,736,529)
OTHER EXPENSES			
Corporate transaction costs	**3(f)**	**(30,484)**	(1,817,674)
Share based payments	**13**	**(4,250,454)**	-
Excess consideration on reverse acquisition	**12(b)**	**-**	(6,167,441)
Reversal of prior period sale	**3(h)**	**-**	(488,250)
		(4,280,938)	(8,473,365)
Loss before income tax		**(3,388,509)**	(10,273,297)
Income tax expense	**4**	**(258,056)**	(58,195)
Loss for the year attributable to the members of Tech Mpire Limited		**(3,646,565)**	(10,331,492)
Other comprehensive income net of tax			
Items that may be reclassified to profit or loss			
Exchange differences on translation of foreign operations		**253,171**	140,085
Total comprehensive loss for the year attributable to the members of Tech Mpire Limited		**(3,393,394)**	(10,191,407)
Loss per share attributable to members of Tech Mpire Limited			
Basic loss per share (cents)	**14**	(5.97)	(120.88)
Diluted loss per share (cents)	**14**	(5.97)	(120.88)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016

	Note	2016	2015
		$	$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	**5**	**5,601,353**	6,234,159
Restricted cash		**-**	37,500
Trade and other receivables	**6**	**4,528,735**	4,179,240
TOTAL CURRENT ASSETS		**10,130,088**	10,450,899
NON-CURRENT ASSETS			
Goodwill	**12(a)**	**41,455**	-
Plant and equipment		**175,235**	104,947
TOTAL NON-CURRENT ASSETS		**216,690**	104,947
TOTAL ASSETS		**10,346,778**	10,555,846
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	**7**	**1,835,520**	1,813,859
Provisions	**8**	**400,423**	900,719
Interest-bearing loans and borrowings	**9**	**-**	652,950
TOTAL CURRENT LIABILITIES		**2,235,943**	3,367,528
NON-CURRENT LIABILITIES			
Provisions	**8**	**75,294**	63,837
TOTAL NON-CURRENT LIABILITIES		**75,294**	63,837
TOTAL LIABILITIES		**2,311,237**	3,431,365
NET ASSETS		**8,035,541**	7,124,481
EQUITY			
Contributed equity	**10**	**17,143,905**	15,390,390
Share based payment reserve	**11**	**4,893,993**	2,343,054
Foreign currency translation reserve	**11**	**396,849**	143,678
Accumulated losses		**(14,399,206)**	(10,752,641)
TOTAL EQUITY		**8,035,541**	7,124,481

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016	2015
		$	**$**
Cash flows from operating activities			
Receipts from customers		**28,713,353**	7,738,563
Payments to suppliers and employees		**(30,067,205)**	(13,425,375)
Other income received		**129,164**	167,582
Interest received		**60,651**	-
Interest paid		**(229,389)**	(90,737)
Income tax paid		**(670,647)**	(294,290)
Net cash flows used in operating activities	**5**	**(2,064,073)**	(5,904,257)
Cash flows from investing activities			
Proceeds from sale of plant and equipment		**-**	10,782
Purchase of plant and equipment		**(113,694)**	(40,318)
Acquisition of subsidiary, net of cash acquired		**(12,076)**	-
Deposits paid for leased premises		**-**	(7,120)
Cash acquired on completion of reverse acquisition		**-**	1,314,799
Net cash flows (used)/generated by investing activities		**(125,770)**	1,278,143
Cash flows from financing activities			
Proceeds from issue of shares		**40,000**	6,500,000
Share issue costs paid		**(377,304)**	(101,911)
Loan funds received		**-**	5,070,381
Loan funds repaid		**-**	(2,114,074)
Loan funds advanced		**-**	(215,040)
Loan repayments received		**-**	227,425
Advances received under debtor financing facility		**2,476,081**	1,305,355
Repayment of advances received under debtor financing facility		**(577,122)**	-
Refund of prospectus oversubscriptions		**(37,500)**	-
Net cash flows provided by financing activities		**1,524,155**	10,672,136
Net (decrease)/increase in cash and cash equivalents		**(665,688)**	6,046,022
Cash and cash equivalents at the beginning of the year		**6,234,159**	48,052
Effects of exchange rate changes on cash and cash equivalents		**32,882**	140,085
Cash and cash equivalents at the end of the year	**5**	**5,601,353**	6,234,159

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2016

	Contributed equity	Retained earnings/ (accumulated losses)	Share based payments reserve	Foreign currency translation reserve	Total equity
	$	$	$	$	$
Balance at 1 July 2015	**15,390,390**	**(10,752,641)**	**2,343,054**	**143,678**	**7,124,481**
Loss for the year	-	(3,646,565)	-	-	(3,464,565)
Other comprehensive income					
Foreign exchange differences arising on translation of foreign operations	-	-	-	253,171	253,171
Total comprehensive income/(expenditure) for the year	**-**	**(3,646,565)**	**-**	**253,171**	**(3,393,394)**
Transactions with equity holders in their capacity as owners					
Shares issued on exercise of options	40,000	-	-	-	40,000
Share based payments expense	-	-	4,250,454	-	4,250,454
Shares issued on vesting of performance rights	1,699,515	-	(1,699,515)	-	-
Shares to be issued as consideration for acquisition of controlled entity	14,000	-	-	-	14,000
	1,753,515	**-**	**2,550,939**	**-**	**4,304,454**
Balance at 30 June 2016	**17,143,905**	**(14,399,206)**	**4,893,993**	**396,849**	**8,035,541**
Balance at 1 July 2014	100	(421,149)	-	3,593	(417,456)
Loss for the year	-	(10,331,492)	-	-	(10,331,492)
Other comprehensive income					
Foreign exchange differences arising on translation of foreign operations	-	-	-	140,085	140,085
Total comprehensive income/(expenditure) for the year	-	(10,331,492)	-	140,085	(10,191,407)
Transactions with equity holders in their capacity as owners					
Shares issued under a subscription agreement	500,000	-	-	-	500,000
Shares issued under a prospectus	6,000,000	-	-	-	6,000,000
Share issue costs recognised directly in equity	(488,215)	-	-	-	(488,215)
Shares issued on conversion of loan	849,565	-	-	-	849,565
Shares issued on settlement of loan	1,000,000	-	-	-	1,000,000
Shares issued as consultancy fee	375,000	-	-	-	375,000
Options issued as consultancy fee	-	-	73,444	-	73,444
Options issued as working capital facility fee	-	-	954,764	-	954,764
Fair value of shares and options transferred under reverse acquisition accounting	7,153,940	-	1,314,846	-	8,468,786
	15,390,290	-	2,343,054	-	17,733,344
Balance at 30 June 2015	15,390,390	(10,752,641)	2,343,054	143,678	7,124,481

1. SEGMENT INFORMATION

The Group has two operating segments based on the internal reports that are reviewed and used by the executive management team in assessing performance and in determining the allocation of resources.

The Group's key operating segments are as follows and are linked to the Group's geographic dispersion:

- Technology: responsible for the development and maintenance of the Group's proprietary software platform, nxus®. These activities are conducted at the Group's Australian head office and its office in Croatia.
- Performance Marketing: responsible for generating the Group's main revenue stream. These activities are driven out of the Group's office in Toronto, Canada.

The board of directors review internal management reports on a monthly basis that are consistent with the information provided in the statement of profit and loss and other comprehensive income, statement of financial position and statement of cash flows. As a result no reconciliation is required because, in aggregate, the information as presented is what is used by the board to make strategic decisions. No operating segments have been aggregated.

	Technology	Performance Marketing	Other	Elimination of inter segment transactions	Consolidated
	$	$	$	$	$
Year ended 30 June 2016					
Revenue	3,344,623	32,123,476	-	(3,344,623)	32,123,476
Other income	191,288	20,058	86,882	-	298,228
Cost of services rendered	(905,806)	(31,118,634)	-	3,335,456	(28,688,984)
Overheads	(440,208)	(609,508)	(1,704,794)	9,167	(2,745,343)
Other expenses	-	-	(4,280,938)	-	(4,280,938)
EBITDA	2,189,897	415,392	(5,898,850)	-	(3,293,561)
Reconciliation of reportable segment loss					
EBITDA	2,189,897	415,392	(5,898,850)	-	(3,293,561)
Interest income	-	-	61,357	-	61,357
Interest expense	-	(78,421)	(41,043)	-	(119,464)
Depreciation	(13,965)	(18,631)	(4,245)	-	(36,841)
Income tax expense	(258,056)	-	-	-	(258,056)
Profit/(Loss) after income tax	**1,917,876**	**318,340**	**(5,882,781)**	**-**	**(3,646,565)**
Year ended 30 June 2015					
Revenue	1,295,345	11,849,518	-	(1,295,345)	11,849,518
Other income	-	-	151,555	-	151,555
Cost of services rendered	(528,171)	(12,522,163)	-	1,222,396	(11,827,938)
Overheads	(236,538)	(251,033)	(1,378,345)	72,949	(1,792,967)
Other expenses	-	-	(8,431,940)	-	(8,431,940)
EBITDA	**530,636**	**(923,678)**	**(9,658,730)**	**-**	**(10,051,772)**
Reconciliation of reportable segment loss					
EBITDA	530,636	(923,678)	(9,658,730)	-	(10,051,772)
Interest expense[1]	-	(9,680)	(185,848)	-	(195,528)
Depreciation	(14,362)	(6,847)	(4,788)	-	(25,997)
Income tax expense	(58,195)	-	-	-	(58,195)
Profit/(Loss) after income tax	**458,079**	**(940,205)**	**(9,849,366)**	**-**	**(10,331,492)**

1. SEGMENT INFORMATION (continued)

	As at	Technology	Performance Marketing	Other	Consolidated
		$	$	$	$
Assets	**30 June 2016**	**394,408**	**5,744,411**	**4,477,958**	**10,346,778**
	30 June 2015	52,260	1,987,232	8,516,354	10,555,846
Liabilities	**30 June 2016**	**137,653**	**1,450,511**	**723,073**	**2,311,237**
	30 June 2015	67,428	3,134,787	229,150	3,431,365

[1] Interest expense disclosed under "Other" in 2015 includes interest classified as Corporate Transaction Costs in the consolidated statement of profit and loss and other comprehensive income.

2. REVENUE

	Consolidated 2016	Consolidated 2015
	$	$
From continuing operations		
Revenue from advertising services	**32,123,476**	11,849,518

Revenue from advertising services is recognised in the accounting period in which the services are rendered.

Revenue is based on the price specified in the sale contract, net of any discounts at the time of sale. No element of financing is deemed present as the sales are made with a credit term of 30 days, which is consistent with market practice.

3. OTHER INCOME AND EXPENSE ITEMS

This note provides a breakdown of the items included in 'other income' and material overheads shown in the statement of profit and loss and other comprehensive income.

	Consolidated 2016	Consolidated 2015
	$	$
(a) Other income		
Research and development grant	**187,954**	-
Rental income	**25,763**	33,788
Recovery of shared office costs	**18,527**	25,525
Interest income	**61,357**	-
Miscellaneous income	**65,984**	92,242
	359,585	151,555
(b) Administration costs		
IT costs	**128,333**	36,850
Office and general administration costs	**221,567**	205,082
Write off of plant and equipment	**13,192**	-
Travel and marketing	**76,205**	76,609
Doubtful debts expense	**194,514**	113,845
	633,811	432,386

3. OTHER INCOME AND EXPENSE ITEMS (continued)

	Consolidated 2016 $	Consolidated 2015 $
(c) Compliance costs		
Accounting and audit fees	**72,110**	54,295
ASX compliance fees	**50,772**	-
Tax advice and compliance fees	**62,168**	39,317
Regulatory body fees	**1,965**	3,099
Other	**8,949**	-
	195,964	96,711
(d) Employment costs		
Salaries and wages*	**1,262,245**	986,877
Superannuation and social benefits	**114,678**	93,445
Other	**134,437**	88,479
	1,511,360	1,168,801

* Note 15 provides details on directors and executives' remuneration.

	Consolidated 2016 $	Consolidated 2015 $
(e) Finance costs		
Interest expense	**41,043**	144,423
Debtor financing fees	**78,421**	9,680
	119,464	154,103
(f) Corporate transaction costs		
Consultancy fees	**20,417**	493,943
Working capital facility fee	**-**	954,764
Interest expense	**-**	41,425
Legal fees	**10,067**	327,542
	30,484	1,817,674
(g) Consultancy costs		
Legal	**218,812**	11,620
Investor relations	**106,459**	606
Other	**-**	14,925
	325,271	27,151
(h) Reversal of prior period sales		
Software development sale reversed[1]	**-**	488,250
	-	488,250

[1] During the prior period, a software development sale recognised in the year ended 30 June 2014 totalling $488,250 was reversed because the sale transaction was cancelled.

4. INCOME TAX EXPENSE

	Consolidated	
	2016	2015
	$	$
Major components of income tax expense for the year are:		
Income statement		
Current income tax		
Current income tax charge	**258,056**	-
Adjustments in respect of previous years	**-**	704
Deferred income tax		
Deferred income tax charge relating to origination and reversal of temporary differences	**-**	57,491
Income tax expense/(benefit) reported in income statement	**258,056**	58,195

Reconciliation

A reconciliation of income tax expense/(benefit) applicable to accounting loss before income tax at the statutory income tax rate to income tax expense/(benefit) at the Company's effective income tax rate for the year is as follows:

	Consolidated	
	2016	2015
	$	$
Accounting loss before income tax	**(3,388,509)**	(10,273,297)
Income tax expense / (benefit) at the statutory income tax rate of 30% (2015: 30%)	**(1,016,553)**	(3,081,989)
Adjusted for:		
Under provision for income tax in previous years	**-**	704
Non-deductible excess consideration resulting from reverse acquisition	**-**	1,850,232
Non-deductible share based expenses (non-cash)	**1,275,136**	420,962
Non-deductible entertainment expenses	**10,125**	11,603
Non-deductible write off of plant and equipment	**3,958**	-
Non-deductible fines and penalties	**-**	714
Other non-deductible expenses	**180,800**	80,702
Other non-assessable amounts	**(56,386)**	-
Difference between the Australian statutory income tax rate and the statutory income tax rate applicable to foreign operations	**(1,219)**	25,935
Carried forward tax losses utilised	**(137,805)**	-
Tax losses and temporary differences not recognised as a deferred tax asset	**-**	749,332
	258,056	58,195

Tax Consolidation

The Company and its 100% owned Australian incorporated subsidiaries intend to form a tax consolidated group with effect from 1 July 2015.

Unrecognised deferred tax assets

Deferred tax assets have not been recognised in respect of the following items:

	Consolidated	
	2016	2015
	$	$
Revenue losses	**5,853,523**	6,150,214
Capital losses	**120,933**	120,933
Temporary differences	**776,426**	896,843
	6,750,882	7,167,990
Unrecognised tax losses at 30%	**2,025,265**	2,150,397

4. INCOME TAX EXPENSE (continued)

The revenue and capital losses presented above comprises the revenue and capital losses currently being carried forward by each of the entities within the Group. The Group is currently reviewing these carried forward tax losses to determine the quantum of losses that will be eligible to be utilised in future periods. In particular, the losses will be assessed in light of the corporate transaction that completed on 29 June 2015 pursuant to which the Company acquired Livelynk Group Pty Ltd and its controlled entities (refer to note 12(b) for further details).

Tax losses do not expire under current legislation.

Deferred tax assets have not been recognised in respect of tax losses or temporary differences because it is not certain that future taxable profit will be available in the near term against which the Group can utilise the benefits.

Availability of Tax Losses
As set out above, the availability of the tax losses of the entities within the Group for future periods is uncertain and will be dependent on these entities satisfying strict requirements with respect to continuity of ownership and the same business test imposed by income tax legislation.

The recoupment of tax losses as at 30 June 2016 is contingent upon the following:

- entities in the Group deriving future assessable income of a nature and of an amount sufficient to enable the benefit from the losses to be realised;
- the conditions for deductibility imposed by income tax legislation continuing to be complied with; and
- there being no changes in income tax legislation which would adversely affect the entities from realising the benefit from the losses.

5. CASH AND CASH EQUIVALENTS

	Consolidated	
	2016	**2015**
	$	**$**
Cash at bank and on hand	**5,601,353**	6,234,159

Cash at bank and on hand earns interest at floating rates based on daily at call bank deposit and savings rates.

Details of the Group's borrowing facilities are set out in note 9

For the purpose of the Statement of Cash Flows, cash and cash equivalents comprise the following at 30 June:

	Consolidated	
	2016	**2015**
	$	**$**
Cash at bank and on hand	**5,601,353**	6,234,159

5. CASH AND CASH EQUIVALENTS (continued)

Reconciliation from the loss after tax to the net cash flows from operations

	Consolidated	
	2016	**2015**
	$	**$**
Net loss	**(3,646,565)**	(10,331,492)
Adjustments for non-cash items:		
Accrued interest	**(706)**	-
Bad debts written off	**628,645**	-
Depreciation	**36,841**	25,997
Plant and equipment written off	**13,192**	-
Share based payments	**4,250,454**	1,403,207
Excess consideration on reverse acquisition	**-**	6,167,441
Changes in assets and liabilities:		
(Increase) in trade and other receivables[1]	**(2,561,556)**	(3,777,822)
(increase)/decrease in other receivables	**(169,064)**	12,253
(Increase) in accrued revenue	**(230,624)**	(103,435)
(Increase)/decrease in prepayments	**(113,673)**	9,129
(Increase)/decrease in deferred tax assets	**-**	57,491
Increase in trade and other payables[1]	**505,081**	755,708
Increase/(decrease) in provision for employee entitlements	**(253,582)**	60,928
(Decrease) in provision for income tax	**(522,516)**	(183,662)
Net cash used in operating activities	**(2,064,073)**	(5,904,257)

[1] Movement is stated after adjusting for the effects of movements in foreign exchange rates from the beginning of the financial year to the end of the financial year.

Non-cash investing and financing activities

Financing and investing transactions which have had a material effect on consolidated assets and liabilities of the Group but did not involve cash flows are set our below:

2016

Where the Group factors debtor balances owing to it, cash advances are received by the Group and are recognised as cash flows from financing activities in the Consolidated Statement of Cash Flows. The affected customers make payments directly to the debtor factoring agent.

Payments by customers made directly to the debtor factoring agent have the effect of reducing both the debtor balance owed to the Group and the amount owing by the Group to the debtor factoring agent. Given the amounts paid by these customers are not received directly by the Group, they are treated as non-cash flow movements and are excluded from receipts from customers shown in the Consolidated Statement of Cash Flows.

During the year, the customer payments made directly to the debtor factoring agent amounted to $2,566,000.

2015

- On 29 June 2015, 6,500,000 unlisted options with an expiry date of 29 June 2018 and an exercise price of $0.50 per option were issued as consideration for the provision of a working capital facility to Livelynk Group Pty Ltd.
- On 29 June 2015, 4,000,000 fully paid ordinary shares at a deemed issue price of $0.25 per share were issued to settle a working capital loan that had been assigned to the Company by Livelynk Group Pty Ltd.
- On 29 June 2015, 1,500,000 fully paid ordinary shares at a deemed issue price of $0.25 per share were issued as consideration for consultancy services provided in relation to the reverse acquisition of the Company by Livelynk Group Pty Ltd.
- On 29 June 2015, 500,000 unlisted options with an expiry date of 29 June 2018 and an exercise price of $0.50 per option were issued as consideration for consultancy services provided in relation to the reverse acquisition of the Company by Livelynk Group Pty Ltd.

6. TRADE AND OTHER RECEIVABLES

	Consolidated	
	2016	**2015**
	$	**$**
Trade receivables	**3,709,477**	3,780,379
Accrued revenue	**427,246**	103,435
Other loans	**-**	194,514
Prepayments	**122,388**	7,037
Deposits	**7,871**	7,520
Research and development grant receivable	**187,954**	-
Other receivables	**7,562**	100
GST receivables	**66,237**	86,255
	4,528,735	4,179,240

As at 30 June, the ageing analysis of trade receivables, net of impairment loss is as follows:

			Past due but not impaired		
	Total	**< 30 days**	**30-60 days**	**61-90 days**	**> 90 days**
	$	**$**	**$**	**$**	**$**
2016	**3,709,477**	**3,249,392**	**292,466**	**129,956**	**37,663**
2015	3,780,379	3,491,028	250,283	27,086	11,982

7. TRADE AND OTHER PAYABLES

	Consolidated	
	2016	**2015**
	$	**$**
Trade payables	**1,199,897**	1,418,166
Statutory liabilities	**135,202**	72,062
Deferred consideration (refer Note 12(a))	**27,279**	-
Commission payable	**257,424**	-
Prepayments received from advertisers	**121,687**	-
Other payables	**94,031**	323,631
	1,835,520	1,813,859

a) Trade payables and other payables are non-interest bearing and are unsecured. Balances are usually settled within 30 days of recognition.

b) The carrying amounts of trade and other payables are assumed to be the same as their fair values, due to their short-term nature.

8. PROVISIONS

	Consolidated 2016 $	2015 $
CURRENT		
Employee benefits (note a)	**150,982**	121,951
Income tax (note b)	**249,441**	778,768
	400,423	900,719
NON-CURRENT		
Employee benefits (note a)	**75,294**	63,837
	75,294	63,837

(a) Employee benefits

The current provision for employee benefits relates to the Group's liability for annual leave. The non-current provision for employee benefits relates to the Group's liability for long service leave.

Movement in the provisions for employee benefits is as follows:

	Consolidated 2016		2015	
	Annual leave $	Long service leave $	Annual leave $	Long service leave $
Balance at the beginning of financial year	**121,951**	**63,837**	92,574	32,286
Amounts provided for during the year	**188,178**	**11,457**	106,773	31,551
Unused leave balances paid during the year	**(16,358)**	**-**	(26,104)	-
Leave taken during the year	**(142,789)**	**-**	(51,292)	-
Balance at the end of financial year	**150,982**	**75,294**	121,951	63,837

(b) Income tax

The provision for income tax at 30 June 2015 related to the financial years ended 30 June 2012 and 30 June 2013 and included a general interest charge component. During the prior year, the Group entered into a payment arrangement with the Australian Taxation Office (**ATO**) pursuant to which the unpaid tax amount was payable in instalments. The general interest charge incurred to 30 June 2015 was accrued and formed part of the provision balance.

During the current year, the balance owing to the ATO was settled in full.

Interest is charged by the ATO at the rate of approximately 9.5% per annum.

9. INTEREST-BEARING LOANS AND BORROWINGS

	Consolidated	
	2016	**2015**
	$	**$**
Debtor factoring facility (a)	**-**	652,950
	-	652,950

(a) Debtor factoring facility

During the prior year, the Group entered into a debtor factoring agreement with an unrelated party which enables the Group to receive cash receipts in advance on certain of its customer invoices which are purchased by the debtor factoring agent. A fixed fee of 1.5% of the customer invoice purchased is charged by the debtor factoring agent. In addition, where the customer invoice remains unpaid after 30 days, an additional fee of 1.5% of the invoice value is charged on a pro-rata basis for every 30 days the invoice remains unpaid.

In the event the customer invoice remains unpaid for 90 days, the Group is required to repay to the debtor factoring agent all advances received from the debtor factoring agent for that invoice plus all fees associated with that invoice.

At 30 June 2016, the debtor factoring facility had a credit limit of US$1,000,000 (2015: US$625,000). The facility had an initial 12 month term which commenced on 13 March 2015. During the current year, the term of the facility was extended by a further 12 months to 13 March 2017. The Group is not obligated to factor a minimum value of customer invoices over the life of the facility.

10. CONTRIBUTED EQUITY

(a) Issued capital

	Consolidated	
	2016	**2015**
	$	**$**
Ordinary shares, fully paid	**17,143,905**	15,390,390

10. CONTRIBUTED EQUITY (continued)

(b) Movements in share capital

	2016		2015	
	Number	**$**	**Number**	**$**
Shares on issue at 1 July	**60,541,001**	**15,390,390**	100	100
Shares issued by Livelynk Group Pty Ltd pursuant to a subscription agreement	**-**	**-**	34	500,000
Shares issued by Livelynk Group Pty Ltd on conversion of a shareholder loan	**-**	**-**	2	849,565
Shares issued by Tech Mpire Limited as consideration for the legal acquisition of Livelynk Group Pty Ltd	**-**	**-**	10,000,000	2,500,000
Deemed reverse acquisition of Tech Mpire Limited by Livelynk Group Pty Ltd (refer to Note 12 (b))	**-**	**-**	21,041,001	7,153,940
Elimination of the acquisition of Livelynk Group Pty Ltd by Tech Mpire	**-**	**-**	(136)	(2,500,000)
Shares issued by Tech Mpire Limited on settlement of loan	**-**	**-**	4,000,000	1,000,000
Shares issued by Tech Mpire Limited pursuant to a prospectus	**-**	**-**	24,000,000	6,000,000
Shares issued by Tech Mpire Limited as consideration for consultancy services provided	**-**	**-**	1,500,000	375,000
Shares issued on exercise of options	**200,000**	**40,000**	-	-
Shares issued on conversion of Class A Performance Rights	**5,000,000**	**1,699,515**	-	-
Shares to be issued as consideration for acquisition of controlled entity (refer to Note 12 (a))	**-**	**14,000**	-	-
Share issue costs recognised directly in equity	**-**	**-**	-	(488,215)
Shares on issue at 30 June	**65,741,001**	**17,143,905**	60,541,001	15,390,390

The reconciliation of the movement in the number of shares on issue in the prior year reflects the fact that although Tech Mpire Limited's acquisition of Livelynk Group Pty Ltd was required to be accounted for as a reverse acquisition, the capital structure of the Group is that of the legal parent entity, being Tech Mpire Limited.

The fair value of the shares on issue has been determined in accordance with the guidance for reverse acquisitions set out in AASB 3 "Business Combinations".

(b) Ordinary Shares

Ordinary shares participate in dividends and the proceeds on winding up of the Company in proportion to the number of shares held and in proportion to the amount paid up on the shares held. At shareholders meetings, each ordinary share is entitled to one vote in proportion to the paid up amount of the share when a poll is called, otherwise each shareholder has one vote on a show of hands.

10. CONTRIBUTED EQUITY (continued)

(c) Capital Risk Management

The Group's objective when managing capital is to safeguard its ability to continue as a going concern, so that it can provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

No changes were made in the objectives, policies or processes for managing capital during the years ended 30 June 2015 and 30 June 2016.

	Consolidated	
	2016	**2015**
	$	**$**
Interest-bearing loans and borrowings	**-**	652,950
Trade and other payables	**1,835,521**	1,813,859
Less: cash and cash equivalents	**(5,601,353)**	(6,234,159)
Net (Debt) / Capital	**(3,765,832)**	(3,767,350)
Equity	**17,143,905**	15,390,390
Total Capital	**17,143,905**	15,390,390
Capital and net debt	**13,378,073**	11,623,040
Gearing ratio	**(28%)**	(32%)

11. RESERVES

	Consolidated	
	2016	**2015**
	$	**$**
Share based payments reserve	**4,893,993**	2,343,054
Foreign currency translation reserve	**396,849**	143,678
Share based payments reserve		
Balance at beginning of year	**2,343,054**	-
Fair value of options transferred under reverse acquisition accounting	**-**	1,314,846
Fair value of options issued as consultancy fee	**-**	73,444
Fair value of options issued as working capital facility fee	**-**	954,764
Fair value of Class A Performance Rights recognised (refer to Note 13)	**1,699,515**	-
Fair value of Class B Performance Rights recognised (refer to Note 13)	**2,549,272**	-
Fair value of Class A Performance Rights converted into ordinary shares	**(1,699,515)**	-
Fair value of Class C Performance Rights recognised (refer to Note 13)	**1,111**	-
Fair value of Class D Performance Rights recognised (refer to Note 13)	**556**	-
Balance at end of year	**4,893,993**	2,343,054
Foreign currency translation reserve		
Balance at beginning of year	**143,678**	3,593
Foreign exchange differences arising on translation of foreign operations	**253,171**	140,085
Balance at end of year	**396,849**	143,678

Nature and purpose of reserves

Share based payments

The share based payments reserve is used to recognise the fair value of equity-settled share based payments provided to employees, consultants and other third parties.

Foreign currency

The foreign currency translation reserve is used to recognise foreign currency exchange differences arising on translation of functional currency to presentation currency for foreign operations.

12. CORPORATE TRANSACTIONS

a) Business Combination

On 1 June 2016, the Company, through its wholly owned subsidiary Livelynk Group Pty Ltd, acquired 100% of the voting shares of Appenture d.o.o., a company registered and operating in Croatia as a software development company.

The primary reason for the acquisition is the expertise acquired which will help further drive the Group's technology based competitive advantage, resulting in the ability to attract more advertising clients and affiliate partners.

The goodwill arising on this acquisition reflects the fact that the Group will be able to benefit from an immediate and substantial increase in technical expertise which will accelerate the development of its technology platform, nxus®

The provisional cost of the acquisition comprised:

- Cash of $45,607 paid during the year plus $27,279 to be paid three months after acquisition date.
- 33,334 fully paid ordinary shares in the Company, which were issued 4 July 2016, valued at market value of $14,000 on grant date.

As the acquisition completed close to the year end, the acquisition accounting has been prepared on a provisional basis.

Acquisition date fair value consideration transferred:

	Fair value at acquisition date
	$
Cash paid	**45,607**
Cash payment accrued	**27,279**
Shares to be issued	**14,000**
Consideration transferred	**86,886**

The consideration includes an element equal to the fair value of net tangible assets acquired. Amendments may be made if the valuation of net tangible assets is altered. Any additional consideration is not expected to exceed $10,000.

The cash flow on acquisition is as follows:

	$
Net cash acquired with the subsidiary	**33,531**
Cash paid	**(45,607)**
Net consolidated cash outflow	**(12,076)**
Net consolidated cash outflow excludes cash payable after balance date	**(27,279)**

12. CORPORATE TRANSACTIONS (continued)

a) Business Combination (continued)

The provisional fair values of the identifiable assets and liabilities of Appenture d.o.o. as at the date of acquisition were as follows:

	Fair value at acquisition date $
Cash and cash equivalents	**33,531**
Trade and other receivables	**19,304**
Plant and equipment	**8,044**
	60,879
Trade and other payables	**(3,568)**
Employee benefits	**(11,880)**
	(15,448)
Provisional fair value of identifiable net assets	**45,431**
Goodwill arising on acquisition	**41,455**
Acquisition date fair value consideration transferred	**86,886**

The fair values have been determined provisionally and are based upon the best information available at the reporting date.

b) Reverse acquisition

In the prior year, the Company completed its acquisition of 100% of Livelynk Group Pty Ltd and its controlled entities (**Livelynk**). The acquisition of Livelynk resulted in the shareholders of Livelynk obtaining control of the merged entity. In addition, the board of directors of the merged entity was restructured such that the majority of the board comprised nominees of Livelynk. A nominee of Livelynk was appointed as the Managing Director, and the Livelynk management team assumed responsibility for the management of the merged entity. Consequently, the acquisition has been accounted for with reference to the guidance for reverse acquisitions set out in AASB 3 “Business Combinations”.

The application of the reverse acquisition guidance contained in AASB 3 resulted in the Company (the legal parent) being accounted for as the subsidiary and Livelynk (the legal subsidiary) being accounted for as the parent entity.

At the time the Company’s acquisition of Livelynk completed, its operations did not fall within the scope of a “business” under AASB 3. Consequently, the acquisition did not meet the definition of a “business combination” under AASB 3, and the principles of AASB 3 could not be applied in their entirety.

Instead, the acquisition was accounted for as a share-based payment transaction using the principles set out in AASB 2 “Share-based Payment” whereby Livelynk was deemed to have issued shares in exchange for the net assets and listing status of the Company. In accordance with AASB 2, the difference between the fair value of the deemed consideration paid by Livelynk and the fair value of the identifiable net assets of the Company was required to be recognised as an expense.

Details of the fair value of the identifiable net assets acquired and the excess consideration are set out below:

	2015 $
Deemed purchase consideration	
- Fair value of shares transferred (21,041,001 shares at $0.34 each)	7,153,941
- Fair value of unlisted options transferred (7,000,000 unlisted options at $0.19 each)	1,314,846
	8,468,787
Less: fair value of net identifiable assets acquired (see below)	(2,301,346)
Excess consideration arising on reverse acquisition	**6,167,441**

12. CORPORATE TRANSACTIONS (continued)

b) Reverse acquisition (continued)

The fair value of the identifiable assets and liabilities of the Company at the date of acquisition was as follows:

	2015 $
Assets	
Cash and cash equivalents	1,314,799
Trade and other receivables	36,231
Loans receivable	1,466,000
Liabilities	
Trade and other payables	515,684
Total identifiable net assets at fair value	**2,301,346**

Costs relating to the acquisition of $49,766 were incurred by the Company prior to the completion of the acquisition.

The net cash inflow arising as a result of the reverse acquisition was $1,314,799.

13. SHARE BASED PAYMENTS

a) Share based payments in existence during the year

Security	Number	Grant Date	Expiry Date	Exercise Price (cents)	Fair Value at Grant Date (cents)
Options transferred under reverse acquisition accounting[1]	7,000,000	01/10/2012	31/12/2016	20	19.00
Options	7,000,000	29/06/2015	29/06/2018	50	14.69
Class A Performance Rights	5,000,000	29/06/2015	29/12/2016	N/A	30.59
Class B Performance Rights	7,500,000	29/06/2015	29/06/2017	N/A	17.00
Class C Performance Rights	33,334	01/06/2016	01/06/2017	N/A	39.99
Class D Performance Rights	33,332	01/06/2016	01/06/2018	N/A	39.99

[1] The options were fair valued on 29 June 2015 as part of the reverse acquisition transaction. Refer to Note 12(b) for further information.

13. SHARE BASED PAYMENTS (continued)

b) Options

No options were granted during the current year (2015: 7,000,000).

The fair value of options granted during the prior year was $1,028,208. The options were issued as consideration for services provided and vested on issue. Holders of options do not have any voting or dividend rights in relation to the options.

The weighted average fair value of the options granted during the prior year was $0.15. Options were valued using the Black-Scholes model and took into account the following assumptions:

Dividend yield	0.00%
Expected volatility[1]	80.00%
Risk-free interest rate	2.02%

[1] based on expected volatility of the Company's share price post completion of the reverse acquisition transaction.

No allowance was made for the effects of early exercise.

The following table illustrates the outstanding options granted, exercised and forfeited during the year.

	2016		2015	
	Number	Weighted average exercise price (cents)	Number	Weighted average exercise price (cents)
Outstanding at 1 July	**14,000,000**	**17.35**	-	
Options transferred under reverse acquisition accounting	**-**	**-**	7,000,000	20.00
Granted during the year	**-**	**-**	7,000,000	14.69
Options exercised during the year	**(200,000)**	**20.00**		
Outstanding as at 30 June	**13,800,000**	**17.31**	14,000,000	17.35
Subject to escrow restrictions at 30 June	**500,000**	**50.00**	7,000,000	50.00
Exercisable at 30 June[1]	**13,300,000**	**34.66**	7,000,000	20.00

No options were forfeited during the current year (2015: Nil).

The weighted average remaining contractual life for the share-based payment options outstanding as at 30 June 2016 was 1.26 years (2015: 2.25 years).

The range of exercise prices for share-based payment options outstanding as at the end of the year was $0.20 to $0.50 (2015: range of $0.20 to $0.50).

No options were issued to directors or other key management personnel during the current year (2015: Nil).

13. SHARE BASED PAYMENTS (continued)

c) Performance Rights

Holders of performance rights do not have any voting or dividend rights in relation to the performance rights.
The fair value of performance rights granted and vested during the current year and prior year is set out below.

2016

Security	Number granted	Fair Value of performance rights granted ($)	Number vested	Share based payments expense ($)
Class A Performance Rights (note i)	-	-	5,000,000	1,699,515
Class B Performance Rights (note i)	-	-	-	2,549,272
Class C Performance Rights (note ii)	33,334	13,330	-	1,667
Class D Performance Rights (note ii)	33,332	13,330	-	-
	66,666	26,660	5,000,000	4,250,454

The weighted average fair value of the performance rights granted during the current year is $0.40 (2015: $0.22).

2015

Security	Number granted	Fair Value of performance rights granted ($)	Number vested	Share based payments expense ($)
Class A Performance Rights (note i)	5,000,000	1,529,563	-	-
Class B Performance Rights (note i)	7,500,000	1,274,640	-	-
	12,500,000	2,804,203	-	-

(i) Class A and Class B Performance Rights

The Class A and Class B performance rights were issued to key management personnel as incentive awards. 74% of each of the Class A and Class B performance rights were subject to escrow restrictions on issue. During the year, the remaining 26% of each of the Class A and Class B performance rights were made subject to voluntary escrow restrictions.
The escrow restrictions are in place until 7 July 2017 and apply to the performance rights and to the ordinary shares into which they are converted.

The performance rights were valued on grant date using the Black-Scholes model and taking into account the following assumptions:

	Class A	Class B
Dividend yield	0.00%	0.00%
Expected volatility[1]	80.00%	80.00%
Risk-free interest rate	2.02%	2.02%
Probability at 30 June 2015 of the performance milestone being achieved	90%	50%

[1] based on expected volatility of the Company's share price post completion of the reverse acquisition transaction.

13. SHARE BASED PAYMENTS (continued)

c) Performance Rights (continued)

(i) Class A and Class B Performance Rights (continued)

The vesting conditions, milestone dates and status of the Class A and Class B performance rights are set out below:

Class	Vesting Condition	Milestone Date	Status at 30 June 2016
Class A performance rights	Upon the **Livelynk Group** achieving A$25,000,000 of cumulative gross revenue within 18 months after **Completion**.	On or before the date that is 18 months after **Completion** (Class A Milestone Date)	The Board of Directors confirmed that the vesting condition had been satisfied and resolved to issue 5,000,000 ordinary shares on conversion of the performance rights on 1 June 2016. At 30 June 2016, a share based payments expense for the full value of the Class A performance rights has been recognised.
Class B performance rights	Upon the **Livelynk Group** achieving cumulative net profit before tax of at least A$1,500,000 during the period from **Completion** until the date that is 24 months after **Completion**.	On or before the date that is 24 months after **Completion** (Class B Milestone Date)	The Board of Directors will determine if the vesting condition has been satisfied once the audit sign off has been obtained confirming the achievement of the cumulative net profit before tax of A$1,500,000 by the **Livelynk Group**. At 30 June 2016, a share based payments expense for the full value of the Class B performance rights has been recognised.

Livelynk Group comprises Livelynk group Pty Ltd, Mpire Media Pty Ltd and Mpire Network Inc.
Completion occurred on 29 June 2015

(ii) Class C and Class D Performance Rights

The Class C and Class D performance rights were issued to incentivise management of Appenture d.o.o which was acquired during the current year. These performance rights were valued on grant date using the Black-Scholes model and taking into account the following assumptions:

	Class C	**Class D**
Dividend yield	0.00%	0.00%
Expected volatility	80.00%	80.00%
Risk-free interest rate	1.68%	1.68%
Probability at 30 June 2016 of the performance milestone being achieved	100%	100%

The Class C performance rights vest on 1 June 2017 provided that, on or before that date, the holder has neither been summarily terminated by, nor has resigned as a full time employee or a non-executive director (as applicable) from, Appenture d.o.o.

The Class D performance rights vest on 1 June 2018 provided that, on or before that date, the holder has neither been summarily terminated by, nor has resigned as a full time employee or a non-executive director (as applicable) from, Appenture d.o.o.

14. LOSS PER SHARE (LPS)

Basic LPS is calculated by dividing the loss for the year attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares on issue during the year.

Diluted LPS is calculated by dividing the loss attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares on issue during the year plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares.

Classification of securities as ordinary shares
The Company has only one category of ordinary shares included in basic loss per share.

Classification of securities as potential ordinary shares
There are currently no securities to be classified as dilutive potential ordinary shares on issue. The unlisted options and performance rights on issue are anti-dilutive because their inclusion in the calculation of the basic LPS would reduce the LPS.

	2016 Number	2015 Number
Weighted average number of ordinary shares used in the calculation of basic and diluted earnings per share	**61,038,261**	8,547,082
	$	**$**
Basic loss attributable to ordinary equity holders of Tech Mpire Limited	**(3,646,565)**	(10,331,492)

There have been no other transactions involving ordinary shares or potential ordinary shares between the reporting date and the date of authorisation of these financial statements.

15. DIRECTORS AND EXECUTIVE DISCLOSURE

(a) Compensation of Key Management Personnel

	Consolidated	
	2016	**2015**
	$	**$**
Short-term employee benefits	**1,460,680**	999,290
Post-employment benefits	**48,964**	59,721
Other long-term benefits	**2,652**	33,548
Share based payments	**4,248,787**	-
	5,761,083	1,092,559