

APPENDIX 4E PRELIMINARY FINAL REPORT

MASTERMYNE GROUP LIMITED
ABN 96 142 490 579

Reporting period: Financial year ended 30 June 2012
Previous Corresponding period: Financial year ended 30 June 2011

RESULTS FOR ANNOUNCEMENT TO THE MARKET

	2012 \$'000	2011 \$'000	Change \$'000	Change %
Revenue from Ordinary Activities	271,995	164,830	107,165	65.01%
Profit for the year attributable to equity holders of the parent	14,664	11,742	2,922	24.89%

DIVIDENDS

DIVIDEND	Record Date	Payment Date	Amount per Security	Franked Amount per Security
Final Dividend for year ended 30 June 2012	28/09/2012	16/10/2012	4.8 cps	4.8 cps
Interim Dividend for year ended 30 June 2012	16/03/2012	19/04/2012	3.0 cps	3.0 cps
Final Dividend for year ended 30 June 2011	28/09/2011	13/10/2011	3.7 cps	3.7 cps

FINANCIAL RESULTS

Profit for the year

The Group revenue increased 65% to \$271.955 million in FY2012 (2011: \$164.830 million), each division of the business increased revenues by more than 60%, with the most significant increase being \$92.9 million from the Underground division. This is a direct result of increased work scopes on existing projects and the full year effect of the three new projects won in the previous period.

Net profit after tax for the year was \$14.664 million (2011: \$11.742 million), this includes additional tax expense of \$1.124 million as a result of tax legislation enacted during the period reversing benefits recognised in prior periods. The increased profits are a direct result of the increased operating activity across all divisions in the Group.

This report is based on results that have been audited, please refer to the annual financial statements lodged with the ASX on 23 August 2012.

CONSOLIDATED INCOME STATEMENT
For the year ended 30 June 2012

In thousands of AUD

	2012	2011
Revenue	271,955	164,830
Other income	451	3,833
Contract disbursements	(52,100)	(26,604)
Personnel expenses	(181,610)	(111,581)
Office expenses	(6,007)	(5,049)
Depreciation and amortisation expense	(6,606)	(5,374)
Impairment loss	-	(3,034)
Other expenses	(1,125)	(2,037)
Results from operating activities	<u>24,958</u>	<u>14,984</u>
Finance income	237	63
Finance expense	(1,445)	(1,652)
Net finance expense	<u>(1,208)</u>	<u>(1,589)</u>
Profit before income tax	23,750	13,395
Income tax expense	(9,086)	(1,653)
Profit (loss) from discontinued operation, net of income tax	-	-
Profit for the period	<u>14,664</u>	<u>11,742</u>
Other comprehensive income for the period, net of income tax	-	-
Total comprehensive income for the period	<u>14,664</u>	<u>11,742</u>
Earnings per share		
Basic earnings per share (AUD)	<u>0.20</u>	<u>0.16</u>
Diluted earnings per share (AUD)	<u>0.20</u>	<u>0.16</u>

Please refer to the annual financial statements lodged with the ASX on 23 August 2012 for the notes to the Consolidated Income Statement.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
At 30 June 2012

In thousands of AUD

	2012	2011
Assets		
Cash and cash equivalents	13,328	6,020
Trade and other receivables	49,859	31,929
Inventories	1,933	1,654
Total current assets	65,120	39,603
Deferred tax assets	469	-
Property, plant and equipment	39,099	30,680
Intangible assets	19,696	20,253
Total non-current assets	59,264	50,933
Total assets	124,384	90,536
Liabilities		
Trade and other payables	27,660	18,808
Loans and borrowings	5,371	5,955
Employee benefits	8,350	3,846
Current tax payable	9,100	1,195
Total current liabilities	50,481	29,804
Loans and borrowings	19,068	17,135
Employee benefits	104	87
Deferred tax liabilities	-	684
Total non-current liabilities	19,172	17,906
Total liabilities	69,653	47,710
Net assets	54,731	42,826
Equity		
Share capital	50,964	49,124
Reserves	(22,456)	(22,907)
Retained earnings	26,223	16,609
Total equity	54,731	42,826

CONSOLIDATED CASH FLOW STATEMENT
For the year ended 30 June 2012

In thousands of AUD

	2012	2011
Cash flows from operating activities		
Cash receipts from customers	290,802	165,189
Cash paid to suppliers and employees	(263,585)	(152,098)
Cash generated from operations	27,217	13,091
Interest paid	(1,445)	(1,726)
Income tax paid	(2,333)	(1,972)
Net cash flows from operating activities	23,439	9,393
Cash flows from investing activities		
Proceeds from sale of property, plant and equipment	128	343
Acquisition of property, plant and equipment	(6,154)	(3,131)
Acquisition of intangibles	(26)	-
Interest received	237	63
Net cash flows used in investing activities	(5,815)	(2,725)
Cash flows from financing activities		
Proceeds from exercise of share options	1,840	-
Proceeds from borrowings	1,388	532
Repayment of borrowings	(8,494)	(7,262)
Dividends paid	(5,050)	(2,636)
Net cash flows used in financing activities	(10,316)	(9,366)
Net increase/(decrease) in cash and cash equivalents	7,308	(2,698)
Cash and cash equivalents at beginning of period	6,020	8,718
Cash and cash equivalents at end of period	13,328	6,020

STATEMENT OF CHANGES IN EQUITY
For the year ended 30 June 2012

In thousands of AUD

	Share capital	Retained earnings	Share-based payment reserve (note 19)	Common Control Reserve (note 19)	Total
Consolidated					
Balance at 1 July 2010	48,610	7,503	1,203	(24,237)	33,079
Total comprehensive income for the period					
Profit for the period	-	11,742	-	-	11,742
Total comprehensive income for the period	-	11,742	-	-	11,742
Transactions with owners recorded directly in equity					
Issue of ordinary shares to settle contingent consideration	514	-	-	-	514
Share-based payment transactions	-	-	127	-	127
Dividends to equity holders	-	(2,636)	-	-	(2,636)
Total contributions by and distributions to owners	514	(2,636)	127	-	(1,995)
Balance at 30 June 2011	49,124	16,609	1,330	(24,237)	42,826
Balance at 1 July 2011	49,124	16,609	1,330	(24,237)	42,826
Total comprehensive income for the period					
Profit for the period	-	14,664	-	-	14,664
Total comprehensive income for the period	-	14,664	-	-	14,664
Transactions with owners recorded directly in equity					
Share options exercised	1,840	-	-	-	1,840
Share-based payment transactions	-	-	451	-	451
Dividends to equity holders	-	(5,050)	-	-	(5,050)
Total contributions by and distributions to owners	1,840	(5,050)	451	-	(2,759)
Balance at 30 June 2012	50,964	26,223	1,781	(24,237)	54,731

EARNINGS PER SHARE

Basic earnings per share

The calculation of basic earnings per share at 30 June 2012 was based on the profit attributable to ordinary shareholders of \$14,664 thousand (2011: \$11,742 thousand) and a weighted average number of ordinary shares outstanding of 74,918,199 (2011: 73,202,722), calculated as follows:

Profit attributable to ordinary shareholders

<i>In thousands of AUD</i>	2012	2011
Profit for the period	14,664	11,742
Profit attributable to ordinary shareholders	<u>14,664</u>	<u>11,742</u>

Weighted average number of ordinary shares

<i>Number of shares</i>	2012	2011
Issued ordinary shares at 1 July	73,367,514	72,897,598
Effect of share options exercised	1,550,685	-
Effect of shares issued	-	305,124
Weighted average number of ordinary shares at 30 June	<u>74,918,199</u>	<u>73,202,722</u>

Diluted earnings per share

The calculation of diluted earnings per share at 30 June 2012 was based on the profit attributable to ordinary shareholders of \$14,664 thousand (2011: \$11,742 thousand) and a weighted average number of ordinary shares outstanding of 74,918,199 (2011: 73,202,722), calculated as follows:

Profit attributable to ordinary shareholders (diluted)

<i>In thousands of AUD</i>	2012	2011
Profit for the period	14,664	11,742
Profit attributable to ordinary shareholders	<u>14,664</u>	<u>11,742</u>

Weighted average number of ordinary shares (diluted)

<i>Number of shares</i>	2012	2011
Weighted average number of ordinary shares (basic)	74,918,199	73,202,722
Weighted average number of ordinary shares (diluted) at 30 June	<u>74,918,199</u>	<u>73,202,722</u>

NET TANGIBLE ASSET BACKING

	2012	2011
Net tangible assets per ordinary share (cents per share)	0.46	0.31

Business Segments

<i>In thousands of AUD</i>	Underground mining services		Engineering and fabrication		Electrical and Mechanical Services		Consolidated	
	2012	2011	2012	2011	2012	2011	2012	2011
External revenues	242,980	150,088	22,618	13,469	6,357	1,273	271,955	164,830
Intersegment revenue	6,992	396	1,756	1,975	69	4,312	8,817	6,683
Depreciation and amortisation	(5,937)	(4,666)	(329)	(394)	(49)	(49)	(6,315)	(5,109)
Net finance costs	(1,206)	(1,587)	(2)	(3)	-	-	(1,208)	(1,590)
Reportable Segment profit/(loss) before income tax	21,979	13,518	3,041	1,099	(921)	(790)	24,099	13,827
Other material non-cash items:								
Impairment on property, plant and equipment and intangible assets	-	(3,047)	-	-	-	-	-	(3,047)
Segment assets	97,833	71,438	17,436	14,118	8,812	4,980	124,081	90,536
Capital expenditure	14,151	18,758	388	210	69	212	14,608	19,180
Segment liabilities	(67,107)	(47,460)	(2,787)	(2,021)	(828)	163	(70,722)	(49,318)

Reconciliations of reportable segment revenues, profit or loss, assets and liabilities and other material items

<i>in thousands of AUD</i>	2012	2011
Revenues		
Total revenue for reportable segments	280,772	171,512
Elimination of inter-segment revenue	(8,817)	(6,683)
Consolidated revenue	<u>271,955</u>	<u>164,830</u>
Profit or loss		
Total profit or loss for reportable segments	24,099	13,827
Elimination of inter-segment profits	(350)	(437)
Unallocated amounts: other corporate expenses	1	5
Consolidated profit before income tax	<u>23,750</u>	<u>13,395</u>
Assets		
Total assets for reportable segments	124,081	90,536
Other assets	303	-
Consolidated total assets	<u>124,384</u>	<u>90,536</u>
Liabilities		
Total liabilities for reportable segments	70,722	49,318
Unallocated amounts: corporate tax liability	(1,069)	(1,608)
Consolidated total liabilities	<u>69,653</u>	<u>47,710</u>

CONTROL GAINED OVER ENTITIES HAVING A MATERIAL EFFECT

There were no entities or group of entities that control was gained during the period that had a material effect

LOSS OF CONTROL OF ENTITIES HAVING A MATERIAL EFFECT

There were no entities or group of entities that control was lost during the period that had a material effect

DETAILS OF ASSOCIATES AND JOINT VENTURE ENTITIES

There were no entities or group of entities that were associates or joint venture entities during the period

ANNUAL GENERAL MEETING

The details of the Annual General Meeting are as follows:

Place: MACKAY QLD 4740

Date: 26 November 2012

Time: 11.00am