18th November 2014

Notice under s708A(5)e of the Corporations Act 2001 (Cth)

CML Group Limited ("**CGR**" or the "**Company**") (ASX:CGR) advises that 2,777,778 new fully paid ordinary shares (the **"Securities"**) were issued today at $0.18 per share to sophisticated and professional investors.

The purpose of the issue was to place the shortfall of shares not taken up under the Company's recent Dividend Reinvestment Plan in respect of the final dividend for the year ended 30 June 2014. Halcyon Corporate acted as placing agent.

As the Securities were issued without disclosure to investors under Part 6D.2 of the Corporations Act, the Company hereby gives this notice under section 708A(5)e of the Corporations Act.

The Company confirms the following:

1) the Securities were issued without disclosure to investors under Part 6D.2 of the Corporations Act;
2) the Company is providing this notice under section 708(5)e of the Corporations Act;
3) as at the date of this notice; the Company has complied with the provisions of Chapter 2M of the Corporations Act as they apply to the Company;
4) as at the date of this notice, the Company has complied with section 674 of the Corporations Act; and
5) as at the date of this notice, there is no information:
    a) that has been excluded from a continuous disclosure notice in accordance with the ASX Listing Rules; and
    b) that investors and their professional advisers would reasonably require for the purpose of making an informed decision of:
        i) the assets and liabilities, financial position and performance, profits and losses and prospects of the Company; or
        ii) the rights and liabilities attaching to the securities issued.

Please note Appendix 3B New Issue Announcement is to follow.

On behalf of the Board,

Daniel Riley
Managing Director
For further information, contact Daniel Riley or Ralph Stonell on 1300 666 177