



15 October 2015

Trade Finance Loan Book & Compliance as at 30 September 2015

In accordance with the \$25m Corporate Bond Issue Information Memorandum released to the ASX on 18 May 2015, CML Group (ASX code: CGR) wish to advise that as at 30 September 2015 it was compliant with all Financial Covenants contained within the Memorandum. The calculations are tabled below.

At the end of September 2015 CML had a trade finance loan book of over \$38.3m (August 2015: \$30.8m), of which it had supplied actual funding of \$25.1m (August 2015: \$21.4m). This represents a Loan to Value ratio of 65.6% (August 2015: 69.6%).

Please note all Financial Covenant definitions are contained in the Information Memorandum released to the ASX on 18 May 2015.

Determination Date Statement Summary

1. We refer to the Conditions of the Bond. This is a Determination Date Statement as referred to in Condition 5.2(b) ("Financial Covenants"). Terms used in the Condition shall have the same meaning in this Determination Date Statement unless given a different meaning in this statement.

2. We confirm that for the period from 1 September 2015 to 30 September 2015 we are in Compliance with the requirements set out in Condition 5.2 (b)-("Financial Covenants").

3. We confirm that:

(a)	Required reserve=	\$	6,825,023
(b)	Discount=	\$	1,661,301
(c)	RR=		2.05%
(d)	Credit Reserve=	\$	2,418,021
(e)	Cash=	\$	9,444,735
(f)	Closing balance=	\$	38,253,681
(g)	Loss ratio=		2.81%
(h)	Aged Ratio=		2.32%
(i)	Aggregate o/bal of all Aged Receivables=	\$	888,903
(j)	Dilution Reserve=	\$	2,740,701
(k)	Dilution Reserve Percentage=		3.18%
(l)	Dilution Ratio=		1.23%
(m)	Aggregate amount of all Dilutions=	\$	379,822
(n)	Total amount of Aggregate Deductible=	\$	5,000
(o)	Aggregate Purchase price=	\$	25,086,709
(p)	Excluded Receivables Amount=	\$	711,122



Steve Shin

CML Group Limited
Company Secretary

About CML Group Ltd

The Company delivers finance, payroll & employment solutions, enabling its clients to focus on and succeed in their core activities.

The Finance division undertakes 'factoring' or 'receivables finance'. Through the factoring facility the Company provides an advance payment of up to 80% of a client's invoice to help their business overcome the cash pressure of delivering goods or services in advance of payment from their customer (often 30 to 60 days). This is a flexible line of credit that is utilised in line with sales volume. The Company will consider an additional advance to a client (above the usual 80%) on occasion, for an additional fee and when there is adequate security from the client to cover the position.

The Payroll & Employment division provides 'managed employment' services to clients that do not wish to engage their workforce directly, generally as they do not have the processes, systems, insurances or desire to employ directly. This division also includes labour sourcing through recruitment agency panel management, project management and a migration practice.