

A & M Group Limited

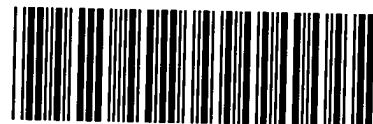
Report and Financial Statements

Year Ended

30 June 2014

Company Number 03532828

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A & M Group Limited

Report and financial statements for the year ended 30 June 2014

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Directors

S S Lim
J Lim Jnr
C Herzfeld (resigned 1 October 2014)
A D Ewart

Secretary and registered office

C Bloggs, Apex Yard, 29-35 Long Lane, London, SE1 4PL

Company number

03532828

Auditors

BDO LLP, 55 Baker Street, London, W1U 7EU

A & M Group Limited

Strategic report for the year ended 30 June 2014

The Directors present their strategic report together with the audited financial statements for the year ended 30 June 2014.

Trading review

The Directors consider that the profit achieved on ordinary activities before taxation is encouraging.

Future developments

Adequate finance has been obtained to take advantage of business opportunities, and the Directors consider the state of affairs to be satisfactory.

Key performance indicators

The Directors consider the following to be the Group's key performance indicators:

	2014 \$	2013 \$
Turnover	114,165,931	113,617,925
Gross profit	3,711,927	4,873,242
Profit after tax	352,695	918,428
Net current assets	8,696,910	8,117,866
Net assets	8,973,417	8,408,755

Business risks

The objectives, policies and strategies applied with respect to the management of financial risk are determined by the Directors. The principal financial instruments used by the Company to finance its operations are cash, bank overdrafts, and secured debt.

Foreign currency risk

The Company's reporting currency is US dollars, but it operates in different parts of the world in different currencies. The Company enters into forward contracts to protect against the risk of exchange rate fluctuations.

Interest rate risk

The Company's exposure to interest rate fluctuations is constantly monitored. There is no formal policy on overdrafts but a variable rate is applied over secured debts.

Liquidity risk

The Company monitors cash flow on a periodic basis, ensuring that appropriate facilities are available to be drawn on as necessary.

A & M Group Limited
Strategic report
for the year ended 30 June 2014 (continued)

Business risks (continued)

Credit risk

The Company's trade debtors are represented by amounts due from well established organisations in the minerals and metals industries. Regular credit checks are performed on all customers.

Approval

This strategic report was approved by order of the Board on *6th October 2014*.


C Bloggs
Secretary

A & M Group Limited

Report of the Directors for the year ended 30 June 2014

The Directors present their report together with the audited financial statements for the year ended 30 June 2014.

Results and dividends

The consolidated profit and loss account is set out on page 7 and shows the profit for the year.

The Directors do not recommend the payment of a final dividend for the year (2013 - \$Nil).

Principal activities, trading review and future developments

The Company's principal activities are acting as a holding company for its subsidiary undertakings and also to hold the Group's freehold property. The principal activities of the Group during the year were the trading of minerals and metals, and the processing of secondary iodine.

Further details are given in the Strategic Report on page 1.

Directors

The Directors of the Company during the year were:

S S Lim
J Lim Jnr
C Herzfeld
A D Ewart

Business risks

Details of the business risks are given in the Strategic Report on page 1.

A & M Group Limited

Report of the Directors for the year ended 30 June 2014 (*continued*)

Directors' responsibilities

The Directors are responsible for preparing the strategic report, the annual report and the financial statements in accordance with applicable laws and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the Group and Company financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Group and Company and of the profit or loss of the Group for that period.

In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

All of the current Directors have taken all the steps that they ought to have taken to make themselves aware of the information needed by the Company's auditors for the purposes of their audit and to ensure that the auditors are aware of the information. The Directors are not aware of any relevant information of which the auditors are unaware.

BDO LLP have expressed their willingness to continue in office and a resolution to re-appoint them will be proposed at the annual general meeting.

By order of the Board



C Bloggs
Secretary

Date 6th October 2014.

A & M Group Limited

Independent auditor's report

TO THE MEMBERS OF A & M GROUP LIMITED

We have audited the Group and parent Company financial statements of A & M Group Limited for the year ended 30 June 2014 which comprise the consolidated profit and loss account, the consolidated statement of total recognised gains and losses, the consolidated and Company balance sheets, the consolidated cash flow statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Directors and auditors

As explained more fully in the statement of Directors' responsibilities, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's (FRC's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the FRC's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and the parent company's affairs as at 30 June 2014 and of the Group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion the information given in the strategic report and Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

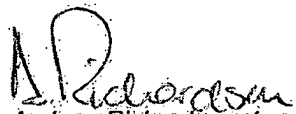
A & M Group Limited

Independent auditor's report (continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Andrew Richardson, (senior statutory auditor)
For and on behalf of BDO LLP, statutory auditor
London
United Kingdom

Date 6 OCTOBER 2014

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

A & M Group Limited

Consolidated profit and loss account for the year ended 30 June 2014

	Note	2014 \$	2013 \$
Turnover	2	114,165,931	113,617,925
Cost of sales		(110,454,004)	(108,744,683)
Gross profit		3,711,927	4,873,242
Administrative expenses		(2,760,518)	(3,242,873)
Operating profit	5	951,409	1,630,369
Interest payable and similar charges	6	(489,622)	(267,202)
Profit on ordinary activities before taxation		461,787	1,363,167
Taxation on profit from ordinary activities	7	(109,092)	(444,739)
Profit for the financial year	15	352,695	918,428

All amounts relate to continuing activities.

The notes on pages 12 to 21 form part of these financial statements.

A & M Group Limited

Consolidated statement of total recognised gains and losses for the year ended 30 June 2014

	2014 \$	2013 \$
Profit for the year	352,695	918,428
Exchange translation differences	211,967	8,201
	<hr/>	<hr/>
Total recognised gains and losses for the year	564,662	926,629
	<hr/>	<hr/>

The notes on pages 12 to 21 form part of these financial statements.

A & M Group Limited

Consolidated balance sheet at 30 June 2014

Company number 3532828	Note	2014	2014	2013	2013
		\$	\$	\$	\$
Fixed assets					
Tangible fixed assets	9		276,507		290,889
Current assets					
Stocks	11	21,063,461		15,260,263	
Debtors	12	8,481,968		8,089,880	
Cash at bank and in hand		1,759,442		1,679,353	
		<u>31,304,871</u>		<u>25,029,496</u>	
Creditors: amounts falling due within one year	13	<u>(22,607,961)</u>		<u>(16,911,630)</u>	
Net current assets			<u>8,696,910</u>		<u>8,117,866</u>
Net assets			<u>8,973,417</u>		<u>8,408,755</u>
Capital and reserves					
Called up share capital	14		1,969,976		1,969,976
Profit and loss account	15		7,003,441		6,438,779
Shareholders' funds	16		<u>8,973,417</u>		<u>8,408,755</u>

The financial statements were approved by the Board of Directors and authorised for issue on *6th October 2014*.

S S Lim
Director



The notes on pages 12 to 21 form part of these financial statements.

A & M Group Limited

Company balance sheet at 30 June 2014

Company number 3532828	Note	2014	2014	2013	2013
		\$	\$	\$	\$
Fixed assets					
Tangible assets	9		130,579		148,732
Investments	10		1,403,947		1,403,947
			<u>1,534,526</u>		<u>1,552,679</u>
Current assets					
Debtors	12	4,984,075		4,363,800	
Cash at bank and in hand		411		272	
		<u>4,984,486</u>		<u>4,364,072</u>	
Creditors: amounts falling due within one year	13	<u>(4,048,567)</u>		<u>(3,150,037)</u>	
Net current assets			<u>935,919</u>		<u>1,214,035</u>
Net assets			<u>2,470,445</u>		<u>2,766,714</u>
Capital and reserves					
Called up share capital	14		1,969,976		1,969,976
Profit and loss account	15		500,469		796,738
Shareholders' funds	16		<u>2,470,445</u>		<u>2,766,714</u>

The financial statements were approved by the Board of Directors and authorised for issue on 6th August 2014.

S S Lim
Director

The notes on pages 12 to 21 form part of these financial statements.

A & M Group Limited

Consolidated cash flow statement for the year ended 30 June 2014

	Note	2014 \$	2014 \$	2013 \$	2013 \$
Net cash outflow from operating activities	20		(6,588,038)		(8,237,279)
Returns on investments and servicing of finance					
Interest paid			(489,622)		(267,202)
Tax paid			(461,471)		(822,956)
Capital expenditure and financial investment					
Purchase of subsidiary undertaking		-		(438,851)	
Purchase of tangible fixed assets		(18,285)		(107,919)	
			(18,285)		(546,770)
Net cash outflow before financing			(7,557,416)		(9,874,207)
Financing					
Loans repaid in the year		-		(374,628)	
New loans during the year		7,637,505		10,969,411	
Net cash inflow from financing			7,637,505		10,594,783
Increase in cash	21		80,089		720,576

The notes on pages 12 to 21 form part of these financial statements.

A & M Group Limited

Notes forming part of the financial statements for the year ended 30 June 2014

1 Accounting policies

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of stocks, and are in accordance with applicable accounting standards. The following principal accounting policies have been applied:

Basis of consolidation

The consolidated financial statements incorporate the results of A & M Group Limited and all of its subsidiary and associated undertakings as at 30 June 2014 using the acquisition or merger method of accounting as required. Where the acquisition method is used, the results of subsidiary undertakings are included from the date of acquisition.

Turnover

Turnover represents sales to outside customers at invoiced amounts less value added tax. Turnover is recognised when the risks and rewards of owning the goods has passed to the customer which is generally on delivery.

Turnover and cost of sales have been represented to show trading profits and losses on London Metal Exchange terminal markets within turnover, rather than separately.

Forward contract recognition

Forward contracts at the balance sheet date are valued against market value at that date on the commodity by commodity basis. Full provisions are made for the net unrealised losses for a commodity and no account is taken of net unrealised profits for a commodity.

Depreciation

Depreciation is provided to write off the cost or valuation, less estimated residual values, of all fixed assets, over their expected useful lives. It is calculated at the following rates:

Freehold buildings	-	2% per annum
Plant and machinery	-	20% - 50% per annum
Computers	-	20% per annum
Fixtures, fittings and office equipment	-	20% per annum
Motor vehicles	-	25% - 33% per annum
Factory improvements	-	20% per annum

Stock

All stock is stated at the lower of cost and net realisable value, with the exception of stocks of tin which are included in the balance sheet at market value. Tin is accounted for in this way as it is traded on the London Metal Exchange.

In the opinion of the Directors, this policy properly reflects the trading of the Company and represents a true and fair view of the Company's financial position as at the balance sheet date.

Investments

Investments are stated at the lower of cost and net realisable value.

A & M Group Limited

Notes forming part of the financial statements for the year ended 30 June 2014 (continued)

1 Accounting policies (continued)

Deferred taxation

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date except that the recognition of deferred tax assets is limited to the extent that the Company anticipates to make sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

Deferred tax balances are not discounted.

Operating leases

The annual rentals are charged to the profit and loss account on a straight line basis over the term of the lease.

Foreign currency

Foreign currency transactions of individual companies are translated at the rates ruling when they occurred. Foreign currency monetary assets and liabilities are translated at the rates ruling at the balance sheet dates. Any differences are taken to the profit and loss account.

The results of overseas operations are translated at the average rates of exchange during the year and their balance sheets translated into dollars at the rates of exchange ruling on the balance sheet date. Exchange differences which arise from translation of the opening net assets and results of foreign subsidiary undertakings and from translating the profit and loss account at an average rate are taken to reserves.

Pension costs

Contributions to the Group's defined contribution pension scheme are charged to the profit and loss account in the year in which they become payable.

2 Turnover

The Directors consider that a geographical split of turnover is inappropriate as commodities are effectively traded in a world market.

3 Employees

	2014 \$	2013 \$
Staff costs including Directors consist of:		
Wages and salaries	1,372,725	1,894,708
Social security costs	123,890	111,398
Other pension costs	85,678	77,608
	<u>1,582,293</u>	<u>2,083,714</u>

No staff costs were incurred by A & M Group Limited.

The average number of employees, including Directors, during the year was 14 (2013 - 14).

A & M Group Limited

Notes forming part of the financial statements for the year ended 30 June 2014 (continued)

4 Directors

	2014 \$	2013 \$
Directors' remuneration consists of:		
Emoluments	380,355	375,193
Payments to defined contribution pension scheme	13,239	11,932
	<u>393,594</u>	<u>387,125</u>

No Directors received remuneration at Company level. Emoluments of the highest paid Director were \$193,868 (2013 - \$202,744). Company pension contributions of \$13,239 (2013 - \$11,932) were made to a money purchase scheme on his behalf.

5 Operating profit

	2014 \$	2013 \$
This has been arrived at after charging:		
Depreciation	50,163	45,668
Operating lease charges - land and buildings	66,462	58,952
Auditors' remuneration:		
- Group - audit services	76,944	69,768
- Group - tax compliance services	34,952	22,371
Foreign exchange losses	168,735	43,389

During the year the auditors' remuneration for the Company was \$25,293 (2013 - \$22,750) for audit services and \$34,952 (2013 - \$22,371) for tax compliance services.

6 Interest payable and similar charges

	2014 \$	2013 \$
Bank loans and overdrafts	489,622	267,202

A & M Group Limited

Notes forming part of the financial statements
for the year ended 30 June 2014 (*continued*)

7 Taxation on profit from ordinary activities

	2014 \$	2013 \$
<i>Current tax</i>		
UK corporation tax on profit of the year	111,769	455,427
Over provision in respect of previous years	(2,677)	(10,688)
	<u>109,092</u>	<u>444,739</u>

The tax assessed for the year varies from the standard rate of corporation tax in the UK. The differences are explained below:

	2014 \$	2013 \$
Profit on ordinary activities before tax	<u>461,787</u>	<u>1,373,804</u>
Profit on ordinary activities at the standard rate of corporation tax in the UK of 22.5% (2013 - 23.75%)	103,902	327,229
Effects of:		
Expenses not deductible for tax purposes	27,484	149,200
Non-taxable income	(26,134)	-
Depreciation for year in deficit of capital allowances	6,578	7,763
Utilisation of tax losses	(61)	(28,765)
Over provision in respect of previous years	(2,677)	(10,688)
	<u>109,092</u>	<u>444,739</u>

A potential deferred tax asset exists at the balance sheet date in respect of tax losses carried forward. This has not been recognised in the accounts as there is insufficient evidence that the asset will be recoverable within the meaning of Financial Reporting Standard 19 "Deferred Tax". Tax losses and excess management expenses carried forward at the balance sheet date were \$99,582 (2013 - \$133,439).

8 Profit for the financial year

The Company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own profit and loss account in these financial statements. The Group profit for the year includes a loss after tax of \$296,269 (2013 - profit of \$69,309) which is dealt with in the financial statements of the parent company.

A & M Group Limited

Notes forming part of the financial statements
for the year ended 30 June 2014 (*continued*)

9 Tangible assets

Group	Freehold building \$	Fixtures, fittings, plant and machinery \$	Office equipment \$	Factory improvements \$	Total \$
<i>Cost or valuation</i>					
At 1 July 2013	90,327	227,279	479,449	79,680	876,735
Additions	-	18,236	49	-	18,285
Exchange movement	-	29,764	3,799	10,150	43,713
At 30 June 2014	90,327	275,279	483,297	89,830	938,733
<i>Depreciation</i>					
At 1 July 2013	23,323	147,144	377,519	37,860	585,846
Provided for the year	1,807	21,970	19,615	6,771	50,163
Exchange movement	-	19,722	1,371	5,124	26,217
At 30 June 2014	25,130	188,836	398,505	49,755	662,226
<i>Net book value</i>					
At 30 June 2014	65,197	86,443	84,792	40,075	276,507
At 30 June 2013	67,004	80,135	101,930	41,820	290,889
Company	Freehold building \$	Computers \$	Fixtures and fittings \$	Furniture \$	Total \$
<i>Cost or valuation</i>					
At 1 July 2013 and at 30 June 2014	90,327	299,868	79,057	70,718	539,970
<i>Depreciation</i>					
At 1 July 2013	23,323	235,779	72,097	60,039	391,238
Provided for the year	1,807	12,818	1,392	2,136	18,153
At 30 June 2014	25,130	248,597	73,489	62,175	409,391
<i>Net book value</i>					
At 30 June 2014	65,197	51,271	5,568	8,543	130,579
At 30 June 2013	67,004	64,089	6,960	10,679	148,732

A & M Group Limited

Notes forming part of the financial statements
for the year ended 30 June 2014 (continued)

10 Fixed asset investments

The Company had the following aggregate interests in subsidiaries:

	2014 \$
Company	
<i>Cost</i>	
At 1 July 2013 and at 30 June 2014	<u>1,403,947</u>

The Directors are of the opinion that the value of investments is not less than the carrying value in the financial statements.

The Company's principal subsidiary undertakings are as follows:

Name	Country of incorporation or registration	Holding of ordinary shares held %	Nature of business
A & M Minerals Limited	Great Britain	100	Commodity traders
A & M Minerals and Metals Limited	Great Britain	100	Administrative support Services
A & M Minerals and Metals (Malaysia) Sdn Bhd	Malaysia	100	Not trading
Thornton Processing Limited	Great Britain	100	Processors of secondary iodine

11 Stock – Group

	2014 \$	2013 \$
Commodities	<u>21,063,461</u>	<u>15,260,263</u>

12 Debtors

	Group 2014 \$	Group 2013 \$	Company 2014 \$	Company 2013 \$
Trade debtors	8,063,790	7,919,212	-	-
Amounts due from Group undertakings	-	-	4,900,624	4,299,685
Other debtors	-	-	60,589	43,813
Prepayments and accrued income	418,178	170,668	22,862	20,302
	<u>8,481,968</u>	<u>8,089,880</u>	<u>4,984,075</u>	<u>4,363,800</u>

A & M Group Limited

Notes forming part of the financial statements
for the year ended 30 June 2014 (continued)

13 Creditors: amounts falling due within one year

	Group 2014 \$	Group 2013 \$	Company 2014 \$	Company 2013 \$
Bank loan and overdraft (secured)	20,088,966	12,451,461	-	-
Trade creditors	996,056	2,306,579	1,831	16,832
Amounts owed to subsidiary undertakings	-	-	4,040,013	3,076,355
Taxation and social security	47,195	127,122	4,500	4,500
Corporation tax	128,880	481,259	-	-
Other creditors, accruals and deferred income	1,346,864	1,545,209	2,223	52,350
	<u>22,607,961</u>	<u>16,911,630</u>	<u>4,048,567</u>	<u>3,150,037</u>

The bank loans and overdrafts are secured on the Group's freehold property, stocks and trade debtors.

14 Share capital

	2014 Number	Allotted, called up and fully paid 2013 Number	2014 \$	2013 \$
Ordinary shares of 10 pence each	<u>12,000,000</u>	<u>6,000,000</u>	<u>1,969,976</u>	<u>1,001,100</u>

15 Reserves

Group	Profit and loss account \$
At 1 July 2013	6,438,779
Exchange translation differences	211,967
Profit for the year	352,695
At 30 June 2014	<u>7,003,441</u>
Company	\$
At 1 July 2013	796,738
Loss for the year	(296,269)
At 30 June 2014	<u>500,469</u>

A & M Group Limited

Notes forming part of the financial statements
for the year ended 30 June 2014 (continued)

16 Reconciliation of movements in shareholders' funds

	Group 2014 \$	Group 2013 \$	Company 2014 \$	Company 2013 \$
Profit/(loss) for the year	352,695	918,428	(296,269)	69,309
Exchange translation differences	211,967	8,201	-	-
Net movement in shareholders' funds	564,662	926,629	(296,269)	69,309
Opening shareholders' funds	8,408,755	7,482,126	2,766,714	2,697,405
Closing shareholders' funds	8,973,417	8,408,755	2,470,445	2,766,714

17 Commitments under operating leases

As at 30 June 2014, the Group had annual commitments under non-cancellable operating leases in respect of land and buildings as set out below:

	2014 \$	2013 \$
In more than five years	66,462	58,952

The annual lease commitments have been converted to US dollars at the year end.

18 Contingent liabilities

At the balance sheet date certain Group companies had entered into forward contracts for the purchase and sale of minerals and metals and had opened letters of credit in the ordinary course of business.

The Company has a joint and several liability for VAT under a group registration scheme. At the balance sheet date \$34,212 was owed by the Group by HMRC (2013 – \$1,125 owed to HMRC).

The Company has entered into a cross guarantee with certain other Group companies to secure the banking arrangements of the Group.

A & M Group Limited

Notes forming part of the financial statements for the year ended 30 June 2014 (continued)

19 Related party transactions

During the year Limerick HK Limited was paid commission on behalf of the Group of \$610,000 (2013 - \$489,934) in respect of business introduced by Mr S S Lim, a director and shareholder of the Company.

At 30 June 2014, the Group was owed \$8,403 by Mr S S Lim (2013 - owed to Mr S S Lim \$24,296).

Mr S S Lim, has an interest in Metal Reclamation Industries Sdn Bhd ("MRI"). During the year ended 30 June 2014 sales by the Group to this company were \$2,411,570 (2013 - \$Nil). At the balance sheet date the amount due from MRI was \$651,842 (2013 - \$Nil).

At 30 June 2014, the Group was owed US\$2,250,000 by A&M Myanmar Limited, a company incorporated in Myanmar and in which Mr S S Lim is a director and owns 80% of the issued share capital. The amount represents a prepayment on a commodity purchase contract. The amount owing is interest free.

20 Reconciliation of operating profit to net cash outflow from operating activities

	2014 \$	2013 \$
Operating profit	951,409	1,630,369
Depreciation	50,163	45,668
Exchange differences	194,471	13,816
Increase in stocks	(5,803,198)	(103,128)
Increase in debtors	(392,088)	(5,680,482)
Decrease in creditors	(1,588,795)	(4,143,522)
	<hr/>	<hr/>
Net cash outflow from operating activities	(6,588,038)	(8,237,279)
	<hr/>	<hr/>

21 Reconciliation of net cash outflow to movement in net debt

	2014 \$	2013 \$
Increase in cash in the year	80,089	720,576
Cash outflow from increase in debt	(7,637,505)	(10,594,783)
	<hr/>	<hr/>
Movement in net debt in the year	(7,557,416)	(9,874,207)
Opening net debt	(10,772,108)	(897,901)
	<hr/>	<hr/>
Closing net debt	(18,329,524)	(10,772,108)
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A & M Group Limited

Notes forming part of the financial statements
for the year ended 30 June 2014 (continued)

22 Analysis of net debt

	At 1 July 2013 \$	Cash flow \$	At 30 June 2014 \$
Cash in hand	1,679,353	80,089	1,759,442
Debt due within 1 year	(12,451,461)	(7,637,505)	(20,088,966)
	<hr/>	<hr/>	<hr/>
Total	(10,772,108)	(7,557,416)	(18,329,524)
	<hr/>	<hr/>	<hr/>

23 Post balance sheet events

There were no significant post balance sheet events to report.

24 Ultimate controlling party

The Company's ultimate controlling party is Mr S S Lim.