APPENDIX 4D
HALF YEAR REPORT
FOR THE PERIOD ENDING 31 DECEMBER 2013

MASTERMYNE GROUP LIMITED
ABN 96 142 490 579

Reporting period: Half year ended 31 December 2013
Previous Corresponding period: Half year ended 31 December 2012

RESULTS FOR ANNOUNCEMENT TO THE MARKET

	31 Dec 2013 $'000	31 Dec 2012 $'000	Change $'000	Change %
Revenue from Ordinary Activities	77,270	142,064	(64,794)	-45.6%
Net Profit after tax from ordinary activities	772	8,010	(7,238)	-90.4%

DIVIDENDS

DIVIDEND	Record Date	Payment Date	Amount per Security	Franked Amount per Security
Interim Dividend for 6 months ending 31 December 2013	14/03/2014	03/04/2014	1.0 cps	1.0 cps
Final Dividend for period ending 30 June 2013	28/09/2012	27/09/2013	3.6 cps	3.6 cps
Interim Dividend for 6 months ending 31 December 2012	15/03/2013	05/04/2013	3.3 cps	3.3 cps

The Company's dividend reinvestment plan is still not activated, therefore not operating for the 2014 interim dividend.

FINANCIAL RESULTS

Mastermyne Group Limited and its controlled subsidiaries recorded a profit after tax of $0.772 million for the half year ended 31 December 2013. This result is down on the previous corresponding period (Net profit after tax for the half year ended 31 December 2012 of $8.010 million) resulting from reduced contracting activities with projects at Newstan and the Kestrel Mine Extension running off during last financial year and early in this financial year respectively. Whilst profits are down on the previous corresponding period they are above the previous guidance range given of $0.400 million to $0.600 million due to a contract in the Engineering division being delivered earlier than expected.

Profit margins are down on previous corresponding period as a result of the reduced contracting activity. The fixed cost overhead base has been reduced over the past twelve months, but still dilutes the margins due to the lower revenues. Reduced equipment utilisation has also impacted margins as depreciation for the equipment continues to be expensed while no revenue is generated.

Net Assets of the Group decreased $1.734 million to $59.162 million, the decrease resulting from dividends paid during the half year ended 31 December 2013 of $2.713 million less profits to the half year ended 31 December 2013 of $0.772 million.

The overall cash position increased during the first half of FY2014 with strong cash inflows generated from operating activities. With contracting activity slowing, there were minimal cash outflows on investing activities with net cash outflows of $0.948 million largely a result of equipment overhauls. Cash outflows from financing activities were higher than the previous corresponding period, resulting from lower inflows from borrowings and higher finance lease repayments. Cashflows from all activities are summarised as follows:

- net cash inflows from operating activities for the half year ended 31 December 2013 of $9.774 million
- net cash outflows from investing activities for the half year ended 31 December 2013 of $0.948 million
- net cash outflows from financing activities for the half year ended 31 December 2013 of $6.679 million

NET TANGIBLE ASSET BACKING

	2013	2012
Net tangible assets per ordinary share (cents per share)	0.52	0.52

CONTROL GAINED OVER ENTITIES HAVING A MATERIAL EFFECT

There were no entities or groups of entities over which control was gained during the period.

LOSS OF CONTROL OF ENTITIES HAVING A MATERIAL EFFECT

There were no entities or group of entities over which control was lost during the period.

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.