

RED RIVER RESOURCES LIMITED

ABN: 35 100 796 754

APPENDIX 4D

FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

RESULTS FOR ANNOUNCEMENT TO THE MARKET:

The Directors of Red River Resources Limited are pleased to announce the results of the Company for the half-year ended 31 December 2017.

<i>Key information (extracted from interim financial report)</i>	Change Up / (Down) %	Half-Year Ended 31 December 2017 \$
Revenue and other income from ordinary activities	12,072.0	17,739,496
Net profit/(loss) from ordinary activities after tax attributable to members	662.8	6,067,052
Net profit/(loss) after tax attributable to members	662.8	6,067,052

During the period, Red River commenced production at Thalanga and completed the transition to become Australia's newest zinc producer.

Highlights of the six months to 31 Dec 2017 were as follows:

- Production of copper, lead and zinc concentrates commenced on 8 September 2017;
- First delivery of zinc concentrate to Townsville Port was completed on 10 October 2017;
- Commercial production at Thalanga was declared as at 31 December 2017;
- Maiden JORC Reserve was announced for Far West; and
- Increased JORC Reserve was announced for West 45.

During the period, Red River announced an updated Mineral Resource and Ore Reserve for West 45 and an updated Mineral Resource and maiden Ore Reserve for Far West. The Thalanga Operations (West 45 and Far West) Ore Reserve increased to 2.1Mt @ 11.9% Zinc Equivalent and the Mineral Resource increased to 2.3Mt @ 15.5% Zinc Equivalent. Red River also announced a Maiden Ore Reserve of 1.5Mt @ 12.0% Zinc Equivalent and a Mineral Resource of 1.7Mt @ 15.5% Zinc Equivalent for Far West. The updated Thalanga Operations Ore Reserve will underpin production at Thalanga Operations for at least seven years to 2024.

DIVIDENDS

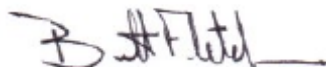
No dividends have been paid or declared during the current financial period.

NET TANGIBLE ASSETS PER SHARE

	31 December 2017	31 December 2016
Net tangible assets per share	11.51 cents	8.83 cents

On behalf of the Board.

RED RIVER RESOURCES LIMITED



Mr. Brett Fletcher

Chairman

13 March 2018

**RED RIVER RESOURCES LIMITED
AND CONTROLLED ENTITIES**

ABN: 35 100 796 754

**HALF-YEAR FINANCIAL REPORT
31 DECEMBER 2017**

**RED RIVER RESOURCES LIMITED
AND CONTROLLED ENTITIES
ABN: 35 100 796 754**

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Directors' report (continued)

2. Production and Operations (continued)

Table 1 West 45 Production Summary for the six months to 31 December 2017

	Units	1H FY18	YTD
Ore Mined	kt	99	99
Copper grade	%	0.3	0.3
Lead grade	%	2.5	2.5
Zinc grade	%	5.3	5.3

A total of 96kt of ore was processed during the period grading 0.5% copper, 3.0% lead and 5.7% zinc. Both the zinc and lead concentrates produced have shown to be high grade and clean. The lead concentrate contains material amounts of payable precious metals, with gold recovery to the lead concentrate significantly in excess of the modelled recovery as per the 2015 Restart Study (assumed no gold recovered to lead concentrate in payable quantities).

Table 2 Thalanga Operations Production Summary for the six months to 31 December 2017

	Units	1H FY18	YTD
Ore Processed	kt	96	96
Copper grades	%	0.5	0.5
Lead grades	%	3.0	3.0
Zinc grade	%	5.7	5.7
Zinc Concentrate Produced	dmt	7,205	7,205
Zinc grades	%	56.3	56.3
Zinc recovery to zinc concentrate	%	74.4	74.4
Lead Concentrate Produced	dmt	3,332	3,332
Lead grade	%	59.3	59.3
Lead recovery to lead concentrate	%	69.1	69.1
Gold grade	g/t	4.0	4.0
Silver grade	g/t	907.0	907.0
Copper Concentrate Produced	dmt	708	708
Copper grades	%	22.7	22.7
Copper recovery to copper concentrate	%	34.3	34.3
Gold grade	g/t	1.8	1.8
Silver grade	g/t	567.0	567.0

3. Sales and Marketing

Advance payment was received for 6,152 wet metric tonnes of zinc concentrate and 2,694 wet metric tonnes of lead concentrate during the period. The first delivery of zinc concentrate to Townsville Port took place and sales of copper concentrate have commenced subsequent to the end of the period in January.

4. Project Development

During the period, Red River announced an updated Mineral Resource and Ore Reserve for West 45 and an updated Mineral Resource and maiden Ore Reserve for Far West. The Thalanga Operations (West 45 and Far West) Ore Reserve increased to 2.1Mt @ 11.9% Zinc Equivalent and the Mineral Resource increased to 2.3Mt @ 15.5% Zinc Equivalent. The updated Thalanga Operations Ore Reserve will underpin production at Thalanga Operations for at least seven years to 2024.

A total of 51 drill holes were completed (36 at West 45, 7 at Far West and 5 at Waterloo) during the period for a total of 10,650m drilled. An additional 2 diamond drill holes were abandoned at Waterloo (poor ground conditions) for an additional 326m drilled.

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Directors' report (continued)

4. Project Development (continued)

Table 3 Thalanga Zinc Project Development Drilling Summary

Project	Holes Completed	Total Metres Drilled
West 45	36 (23 Diamond and 13 RC)	6,671m (5,400 Diamond and 1,271m RC)
Far West	7 Diamond	1,154m
Waterloo	8 Diamond	2,825m

The updated West 45 Mineral Resource and Ore Reserve was released on 20 December 2017 (please refer to the ASX release "Red River extends mine life at West 45"). The Updated Ore Reserve was 0.6Mt @ 11.6% Zinc Equivalent and the Mineral Resource was 0.6Mt @ 15.4% Zinc Equivalent. On the basis of the updated Ore Reserve the West 45 mine life has been extended to at least 2019.

Table 4 West 45 Ore Reserve (>5% Zn Eq.)

Reserve Class	Tonnage (kt)	Cu (%)	Pb (%)	Zn (%)	Au (g/t)	Ag (g/t)	Zn Eq (%)
Proved	101	0.3	2.0	4.6	0.3	38	8.4
Probable	466	0.4	3.0	6.8	0.3	56	12.4
Total	567	0.4	2.8	6.4	0.3	53	11.6

JORC (2012) Table Checklist of Assessment and Reporting Criteria is contained in the ASX release "Red River extends mine life at West 45" dated 20 December 2017. The Competent Persons statement is provided under the Competent Persons section at the end of this release. Tonnages and grades are rounded. Discrepancies in totals may exist due to rounding.

Zinc equivalent (Zn Eq.) has been calculated using the metal selling prices, recoveries and other assumptions contained in Appendices of the ASX release "Red River extends mine life at West 45" dated 20 December 2017. It is Red River's opinion that all elements included in the metal equivalent calculation have a reasonable potential to be recovered and sold. Proved and Probable Reserves are included within (and not in addition to) the West 45 Mineral Resource estimate

Table 5 West 45 Mineral Resources (>5% Zn Eq.)

Resource Class	Tonnage (kt)	Cu (%)	Pb (%)	Zn (%)	Au (g/t)	Ag (g/t)	Zn Eq (%)
Measured	210	0.8	5.5	11.9	0.5	122	22.4
Indicated	312	0.4	2.7	6.7	0.2	45	11.7
<i>Measured + Indicated</i>	<i>522</i>	<i>0.6</i>	<i>3.8</i>	<i>8.8</i>	<i>0.3</i>	<i>76</i>	<i>16.0</i>
Inferred	60	0.5	2.4	5.0	0.3	51	10.0
Total	582	0.6	3.7	8.4	0.3	73	15.4

JORC (2012) Table Checklist of Assessment and Reporting Criteria is contained in the ASX release "Red River extends mine life at West 45" dated 20 December 2017. The Competent Persons statement is provided under the Competent Persons section at the end of this release. Tonnages and grades are rounded. Discrepancies in totals may exist due to rounding.

Zinc equivalent (Zn Eq.) has been calculated using the metal selling prices, recoveries and other assumptions contained in Appendices of the ASX release "Red River extends mine life at West 45" dated 20 December 2017. It is Red River's opinion that all elements included in the metal equivalent calculation have a reasonable potential to be recovered and sold. Proved and Probable Reserves are included within (and not in addition to) the West 45 Mineral Resource estimate

Red River announced a Maiden Ore Reserve of 1.5Mt @ 12.0% Zinc Equivalent and a Mineral Resource of 1.7Mt @ 15.5% Zinc Equivalent for Far West during the period (please refer to the ASX release "Far West Ore Reserve and Mineral Resource Update Extends Thalanga Mine Life" dated 21 November 2017).

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Directors' report (continued)

4. Project Development (continued)

Table 6 Far West Ore Reserve (>6 % Zn Eq.)

Reserve Class	Tonnage (kt)	Cu (%)	Pb (%)	Zn (%)	Au (g/t)	Ag (g/t)	Zn Eq (%)
Proved	48	1.3	1.0	4.4	0.0	27	10.1
Probable	1,486	1.3	1.6	5.0	0.2	46	12.1
Total	1,534	1.3	1.6	5.0	0.2	45	12.0

JORC (2012) Table Checklist of Assessment and Reporting Criteria is contained in the ASX release "Far West Ore Reserve and Mineral Resource Update Extends Thalanga Mine Life" dated 21 November 2017. The Competent Persons statement is provided under the Competent Persons section at the end of this release. Tonnages and grades are rounded. Discrepancies in totals may exist due to rounding.

Zinc equivalent (Zn Eq.) has been calculated using the metal selling prices, recoveries and other assumptions contained in Appendices of the ASX release "Far West Ore Reserve and Mineral Resource Update Extends Thalanga Mine Life" dated 21 November 2017. It is Red River's opinion that all elements included in the metal equivalent calculation have a reasonable potential to be recovered and sold. Proved and Probable Reserves are included within (and not in addition to) the Thalanga Far West Mineral Resource estimate

Table 7 Far West Mineral Resource (>5% Zn Eq.)

Resource Class	Tonnage (kt)	Cu (%)	Pb (%)	Zn (%)	Au (g/t)	Ag (g/t)	Zn Eq (%)
Measured	52	1.4	1.3	5.3	0.0	32	12.0
Indicated	1,491	1.7	2.2	6.6	0.2	61	15.7
<i>Measured + Indicated</i>	<i>1,543</i>	<i>1.7</i>	<i>2.1</i>	<i>6.6</i>	<i>0.2</i>	<i>60</i>	<i>15.6</i>
Inferred	150	1.4	2.3	6.5	0.1	53	14.6
Total	1,693	1.6	2.1	6.5	0.2	59	15.5

JORC (2012) Table Checklist of Assessment and Reporting Criteria is contained in the ASX release "Far West Ore Reserve and Mineral Resource Update Extends Thalanga Mine Life" dated 21 November 2017. The Competent Persons statement is provided under the Competent Persons section at the end of this release. Tonnages and grades are rounded. Discrepancies in totals may exist due to rounding.

Zinc equivalent (Zn Eq.) has been calculated using the metal selling prices, recoveries and other assumptions contained in Appendices of the ASX release "Far West Ore Reserve and Mineral Resource Update Extends Thalanga Mine Life" dated 21 November 2017. It is Red River's opinion that all elements included in the metal equivalent calculation have a reasonable potential to be recovered and sold. Proved and Probable Reserves are included within (and not in addition to) the Thalanga Far West Mineral Resource estimate

Early stage development activities and permitting activities have commenced at Far West, and a drill rig was mobilised at the end of the period to commence a program of geotechnical drill holes to finalise the design for the Far West UG infrastructure (portal, decline and ventilation raises).

5. Exploration Activities

Red River is undertaking a high impact exploration program with the aim of increasing the Thalanga Zinc Project Mineral Resource to extend mine life and/or increase mill utilisation; and discovery of the next generation of ore bodies within the Mt Windsor Belt.

During the period an additional two drill rigs (one diamond drill rig and one reverse circulation (RC) drill rig) were mobilised to the Thalanga Zinc Project to increase the level of drill activity. The main focus of activity during the period was continued drilling at the exciting Liontown East discovery. An additional two prospects (Esso's Waterloo and Truncheon) were also drilled. Fifteen drill holes were completed during the period (for a total of 5,243m drilled) and 8 induced polarisation survey lines (for a total of 18.9 line km) was completed over the Trooper Creek prospect.

Table 8 Thalanga Zinc Project Exploration Drilling Summary

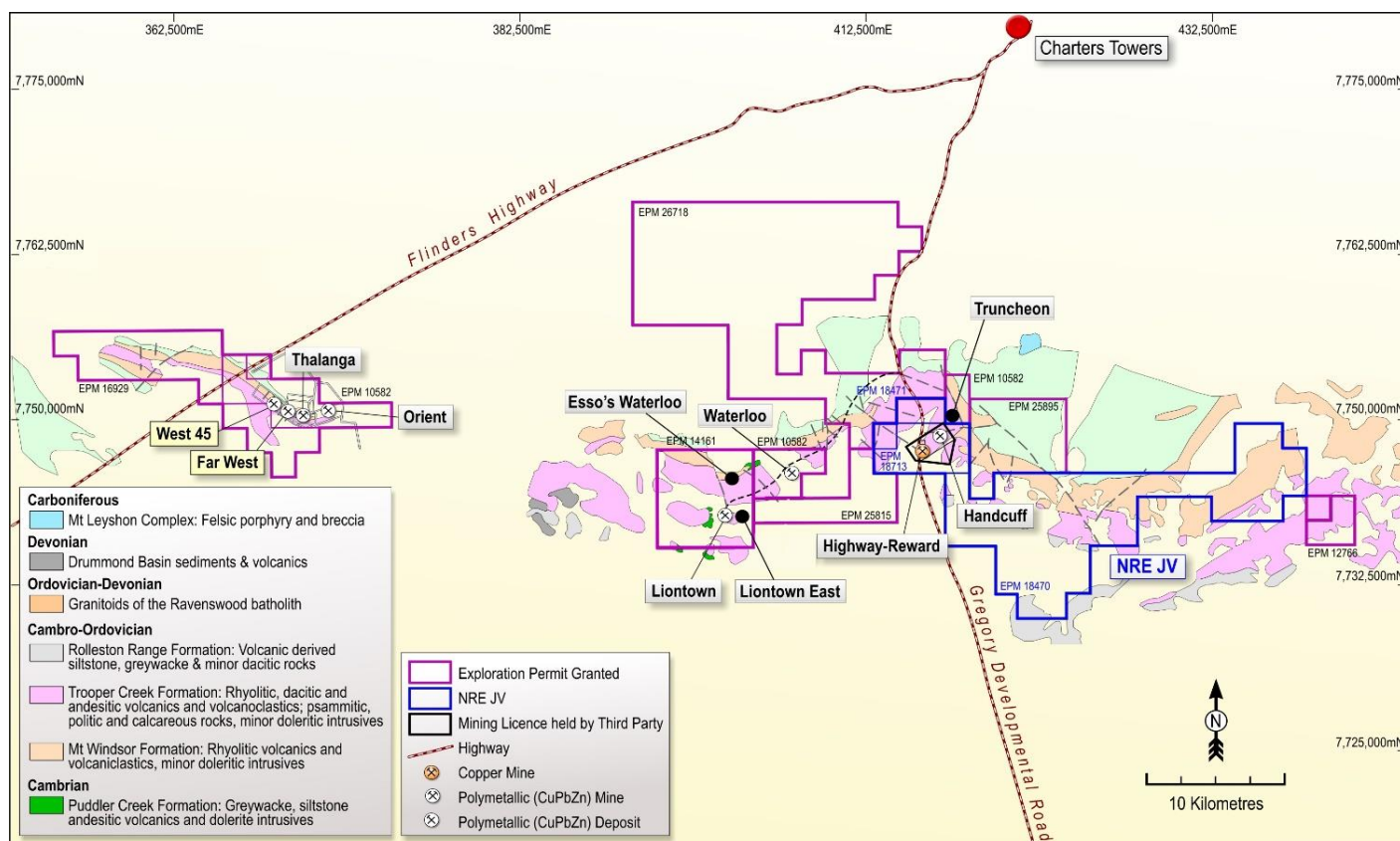
Project	Holes Completed	Total Metres Drilled
Liontown East	7 Diamond	3,631m
Esso's Waterloo	7 RC	303m
Truncheon	3 Diamond	1,309m

**RED RIVER RESOURCES LIMITED
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Directors' report (continued)

5. Exploration Activities (continued)

Figure 1 Location Map



Red River notified our joint venture partner Natural Resources Exploration Pty Ltd (NRE) that Red River had satisfied the Stage One Commitment with regards to EPM 18470 and EPM 18471. NRE executed the appropriate transfer documentation to transfer a 51% interest in EPM 18470 and EPM 18471 to Hebrides Resources Pty Ltd, a wholly owned subsidiary of Red River and the documentation was submitted to the Department of Natural Resources and Mines (DNRM) during the period. It is anticipated that the transfer will be completed subsequent to the end of the period.

Competent Person Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr Alex Nichol who is a member of the Australasian Institute Geoscientists, and was a full time employee of Red River Resources Ltd., and who has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activities being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves' (JORC Code). Mr Nichol consents to the inclusion in this report of the matters based on the information in the form and context in which it appears.

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Directors' report (continued)

Zinc Equivalent Calculation

The net smelter return zinc equivalent (Zn Eq.) calculation adjusts individual grades for all metals included in the metal equivalent calculation applying the following modifying factors: metallurgical recoveries, payability factors (concentrate treatment charges, refining charges, metal payment terms, net smelter return royalties and logistic costs) and metal prices in generating a zinc equivalent value for copper (Cu), lead (Pb), zinc (Zn), gold (Au) and silver (Ag). Red River has selected to report on a zinc equivalent basis, as zinc is the metal that contributes the most to the net smelter return zinc equivalent (Zn Eq.) calculation. It is the view of Red River Resources that all the metals used in the Zn Eq. formula are expected to be recovered and sold.

Where: Metallurgical Recoveries are derived from historical metallurgical recoveries from test work carried out at the Thalanga (West 45 and Far West) deposits. The Metallurgical Recovery for each metal is shown below in Table 9 Metal Prices and Foreign Exchange assumptions are set as per internal Red River price forecasts and are shown below in Table 9.

Table 9 Metallurgical Recoveries and Metal Prices

Metal	Metallurgical Recoveries (West 45)	Metallurgical Recoveries (Far West)	Price
Copper	80%	80%	US\$3.00/lb
Lead	80%	70%	US\$0.90/lb
Zinc	89%	89%	US\$1.00/lb
Gold	0%	50%	US\$1,200/oz
Silver	70%	65%	US\$17.00/oz
FX Rate: A\$0.85:US\$1			

Payable Metal Factors are calculated for each metal and make allowance for concentrate treatment charges, transport losses, refining charges, metal payment terms and logistic costs. It is the view of Red River that three separate saleable base metal concentrates will be produced at West 45 and Thalanga Far West. Payable metal factors are detailed below in Table 10.

Table 10 Payable Metal Factors

Metal	
Copper	Copper concentrate treatment charges, copper metal refining charges copper metal payment terms (in copper concentrate), logistic costs and net smelter return royalties
Lead	Lead concentrate treatment charges, lead metal payment terms (in lead concentrate), logistic costs and net smelter return royalties
Zinc	Zinc concentrate treatment charges, zinc metal payment terms (in zinc concentrate), logistic costs and net smelter return royalties
Gold	Gold metal payment terms (in copper and lead concentrates), gold refining charges and net smelter return royalties
Silver	Silver metal payment terms (in copper, lead and zinc concentrates), silver refining charges and net smelter return royalties

The zinc equivalent grade is calculated as per the following formula:

$$\text{Zn Eq. (West 45)} = (\text{Zn}\% \times 1.0) + (\text{Cu}\% \times 3.3) + (\text{Pb}\% \times 0.9) + (\text{Ag ppm} \times 0.025)$$

$$\text{Zn Eq. (Far West)} = (\text{Zn}\% \times 1.0) + (\text{Cu}\% \times 3.3) + (\text{Pb}\% \times 0.9) + (\text{Au ppm} \times 0.5) + (\text{Ag ppm} \times 0.025)$$

The following metal equivalent factors used in the zinc equivalent grade calculation has been derived from metal price x Metallurgical Recovery x Payable Metal Factor, and have then been adjusted relative to zinc (where zinc metal equivalent factor = 1).

RED RIVER RESOURCES LIMITED
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Directors' report (continued)

Table 11 Metal Equivalent Factors

Metal	Copper	Lead	Zinc	Gold	Silver
West 45 Metal Equivalent Factor	3.8	0.9	1.0	0.0	0.0250
Far West Metal Equivalent Factor	3.3	0.9	1.0	0.5	0.0250

6. Corporate

During the half-year 359,526 Share Purchase Plan (SPP), 3,875,000 Broker, 11,484,921 Placement and 2,000,000 Director Options were exercised. 223,812 SPP Options and 527,142 Placement Options lapsed during the half year.

At the end of the half-year, the Company had \$23.2m in cash.

Operating Results

The consolidated profit of the Group after providing for income tax is \$6,067,052 (2016: loss of \$1,078,069).

Financial Position

The net assets of the consolidated Group have increased from \$47,708,690 at 30 June 2017 to \$56,471,956 during the half-year ended 31 December 2017.

Significant Changes in State of Affairs

During the course of the half-year ended 31 December 2017, the Company transitioned from emerging producer and explorer, to commencing production at its Thalanga mine operations.

Dividends Paid or Declared

No dividends were paid or declared during the half-year.

Events Occurring After Balance Date

On 11 January 2018, the Company announced that Non-executive Director Mr. Paul Hart would retire effective 31 January 2018.

On 16 January 2018 and 7 March 2018, the Company released high-grade Zinc results from the Liantown East drilling

On 25 January 2018, the Company announced that its first concentrate shipment of 5,500 wet metric tonnes of zinc concentrate was loaded at the Port of Townsville destined for Lianyungang China.

On 13 March 2018 the Board of Directors signed the Half-Year Financial Report for the period ended 31 December 2017.

Other than the above, no other events have occurred after balance date.

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Directors' report (continued)

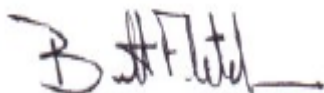
Auditors' Independence Declaration

A copy of the Auditors Independence Declaration under Section 307C of the Corporations Act 2001 is set out on page 10 for the half-year ended 31 December 2017.

This declaration is made in accordance with a resolution of the Board of Directors:

On behalf of the Board.

RED RIVER RESOURCES LIMITED

A handwritten signature in black ink, appearing to read 'Brett Fletcher', with a horizontal line extending to the right.

Mr. Brett Fletcher

Chairman

13 March 2018

**RED RIVER RESOURCES LIMITED
AND CONTROLLED ENTITIES
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Auditor's independence declaration



Level 1, Lincoln House, 4 Ventnor Avenue, West Perth WA 6005
P.O. Box 8716, Perth Business Centre WA 6849
Phone 9486 7094 www.rothsayresources.com.au

The Directors
Red River Resources Ltd
Level 6, 350 Collins St
Melbourne VIC 3000

Dear Sirs

In accordance with Section 307C of the Corporations Act 2001 (the "Act") I hereby declare that to the best of my knowledge and belief there have been:

- i) no contraventions of the auditor independence requirements of the Act in relation to the audit review of the 31 December 2017 interim financial statements; and
- ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Graham Swan FCA (Lead auditor)

Rothsay Auditing

Dated 13th March 2018



Chartered Accountants

Liability Limited by the Accountants Scheme, approved under the Professional Standards Act 1994 (NSW).

RED RIVER RESOURCES LIMITED
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Consolidated statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2017

	Note	Consolidated 31 December 2017 \$	31 December 2016 \$
Revenue from continuing operations			
Revenue		17,521,457	145,740
Other income		218,039	99,594
Total revenue and other income		17,739,496	245,334
Expenses			
Employment benefit costs	4.	(3,123,532)	(522,413)
Production costs		(6,390,603)	-
Occupancy costs		(25,450)	(16,419)
Corporate costs		(844,778)	(351,406)
General and administration costs		(539,099)	(426,299)
Exploration costs expensed		-	(39)
Total expenses		(10,923,462)	(1,316,576)
Earnings / (loss) before interest, tax and depreciation		6,816,034	(1,071,242)
Depreciation and amortisation		(3,317,570)	(5,431)
Impairment - Exploration & Evaluation costs		(402,427)	-
Finance costs		(63,863)	(1,396)
Profit / (Loss) before income tax		3,032,174	(1,078,069)
Income tax benefit / (expense)	8.	3,034,878	-
Profit / (Loss) after income tax		6,067,052	(1,078,069)
Other comprehensive income			
<i>Items that may be reclassified to profit or loss</i>		-	-
Other comprehensive income for the year		-	-
Total comprehensive income for the year		6,067,052	(1,078,069)

Earnings per share

From continuing operations:

Basic earnings / (Loss) per share (cents)	1.27	(0.37)
Diluted earnings / (Loss) per share (cents)	1.22	(0.37)

The above Consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the notes on pages 15 to 25.

RED RIVER RESOURCES LIMITED
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Consolidated statement of financial position
For the half-year ended 31 December 2017

		Consolidated	
		31 December	30 June
		2017	2017
	Note	\$	\$
Current assets			
Cash and cash equivalents	5.	23,164,291	27,439,222
Trade and other receivables	6.	1,753,045	979,465
Inventory	7.	3,749,725	-
Deferred tax assets	8.	3,034,878	-
Other assets	9.	609,443	199,914
Total current assets		32,311,382	28,618,601
Non-current assets			
Other assets	9.	8,763,435	8,586,329
Property, plant and equipment	10.	27,915,691	18,201,791
Intangibles	11.	87,053	90,987
Exploration assets	12.	7,038,537	5,117,068
Total non-current assets		43,804,716	31,996,175
Total assets		76,116,098	60,614,776
Current liabilities			
Trade and other payables	13.	9,878,041	3,741,370
Borrowings	14.	488,745	-
Provisions	15.	205,611	92,971
Total current liabilities		10,572,397	3,834,341
Non-current liabilities			
Rehabilitation liabilities	16.	9,071,745	9,071,745
Total non-current liabilities		9,071,745	9,071,745
Total liabilities		19,644,142	12,906,086
Net assets		56,471,956	47,708,690
Equity			
Issued capital	17.	62,540,541	60,007,871
Reserves	18.	4,626,466	4,462,922
Accumulated losses		(10,695,051)	(16,762,103)
Total equity		56,471,956	47,708,690

The above Consolidated statement of financial position should be read in conjunction with the notes on pages 15 to 25.

RED RIVER RESOURCES LIMITED
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Consolidated statement of changes in equity
For the half-year ended 31 December 2017

31 December 2017	Note	Issued capital \$	Reserves \$	Accumulated losses \$	Total equity \$
Balance at 1 July 2017		60,007,871	4,462,922	(16,762,103)	47,708,690
Profit for the half-year		-	-	6,067,052	6,067,052
Other comprehensive income		-	-	-	-
Total comprehensive income for the half-year		-	-	6,067,052	6,067,052
<i>Transactions with shareholders in their capacities as shareholders</i>					
- Issue of shares	17.	2,557,917	-	-	2,557,917
- Cost of issue of shares	17.	(25,247)	-	-	(25,247)
- Issue of options	18.	-	163,544	-	163,544
- Cost of issue of options		-	-	-	-
<i>Total transactions with shareholders in their capacities as shareholders</i>		2,532,670	163,544	-	2,696,214
Balance at 31 December 2017		62,540,541	4,626,466	(10,695,051)	56,471,956
31 December 2016		Issued capital \$	Reserves \$	Accumulated losses \$	Total equity \$
Balance at 1 July 2016		21,620,466	4,195,329	(14,150,777)	11,665,018
Losses for the half-year		-	-	(1,078,069)	(1,078,069)
Other comprehensive income		-	-	-	-
Total comprehensive income for the half-year		-	-	(1,078,069)	(1,078,069)
<i>Transactions with shareholders in their capacities as shareholders</i>					
- Issue of shares		24,420,825	-	-	24,420,825
- Cost of issue of shares		(1,498,667)	-	-	(1,498,667)
- Issue of options		-	267,592	-	267,592
- Cost of issue of options		-	-	-	-
<i>Total transactions with shareholders in their capacities as shareholders</i>		22,922,158	267,592	-	23,189,750
Balance at 31 December 2016		44,542,624	4,462,921	(15,228,846)	33,776,699

The above Consolidated statement of changes in equity should be read in conjunction with the notes on pages 15 to 25.

RED RIVER RESOURCES LIMITED
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Consolidated statement of cash flows

For the half-year ended 31 December 2017

	Note	Consolidated 31 December 2017 \$	31 December 2016 \$
Cash flows from operating activities			
Cash receipts in the course of operations		16,892,240	109,553
Cash payments in the course of operations		(6,433,401)	(1,349,800)
Interest received		156,507	145,740
Interest expense		(13,663)	(1,396)
Net cash from / (used in) operating activities		10,601,683	(1,095,903)
Cash flows from investing activities			
Payment for property, plant and equipment		(3,502,545)	(59,419)
Payment for security deposits		(177,496)	(2,411)
Payment for intangibles		(45,127)	-
Payment for mine assets		-	(1,500,000)
Payment for mine expenses (capitalised)		(11,690,234)	(700,345)
Payment for exploration expenses (capitalised)		(2,482,627)	(1,170,530)
Net cash (used in) investing activities		(17,898,029)	(3,432,705)
Cash flows from financing activities			
Proceeds from borrowings		604,669	-
Repayment of borrowings		(115,924)	-
Proceeds from issue of shares		-	23,062,500
Proceeds from exercise of options		2,557,917	1,358,325
Capital raising costs		(25,247)	(1,498,667)
Net cash flows from financing activities		3,021,415	22,922,158
Net (decrease) / increase in cash and cash equivalents		(4,274,931)	18,393,550
Cash, deposits and cash equivalents at the beginning of the period		27,439,222	2,493,896
Cash and cash equivalents at the end of the period	5.	23,164,291	20,887,446

The above Consolidated statement of cash flows should be read in conjunction with the notes on pages 15 to 25.

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Notes to the financial statements

For the half-year ended 31 December 2017

1. Reporting entity

Red River Resources Limited ('Red River' or the 'Company') is a Company domiciled in Australia and a for-profit purpose of preparing financial statements. The consolidated half-year financial statements and notes represent those of Red River Resources Limited and controlled entities (the 'consolidated Group' or 'Group').

The separate half-year financial statements of the parent entity, Red River Resources Limited, have not been presented within this half-year financial report as permitted by the Corporations Act 2001.

2. Statement of Significant Accounting Policies

These general purpose financial statements for the interim half-year reporting period ended 31 December 2017 have been prepared in accordance with Australian Accounting Standards AASB 134 'Interim Financial Reporting' and the Corporations Act 2001.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2017 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

3. Going Concern

The Group made a net profit of \$6.1m for the half-year ended 31 December 2017 and, as of that date, the Group's assets exceeded its liabilities by \$56.4m.

The consolidated half-year report has been prepared on a Going Concern basis, which contemplates the continuity of the normal business activity and the realisation of assets and the settlement of liabilities in the normal course of business. The Group held cash on hand and on deposit at 31 December 2017 of \$23.2m.

The Group commenced full operations at its Thalanga mine site in the December half. The Directors consider the Going Concern basis of preparation to be appropriate based on forecast cash flows and the ability to source additional funds in accordance with Trafigura Facility. Forecast cash flows are dependent upon successful mining operations and processing activities in accordance with management's schedule and metal price and foreign exchange assumptions. Should operations not successfully achieve forecasts or forecast metal and foreign exchange rates not be achieved, the Group may require additional funding in the form of debt or equity or a combination of the two.

The Consolidated Group's primary use of capital resources will be for the exploration and development of the Far West Mine located at the Company's Thalanga mine site. It is envisaged that these obligations will be met from operating cash flows. The Consolidated Group has no obligation to execute exploration activities within a set timeframe and therefore has the ability to select the timing of these activities as long as the minimum amounts required to retain tenure are met. Accordingly, the Consolidated Group's actual exploration expenditure can be accelerated or decelerated largely at its discretion.

The half-year financial report does not include any adjustments to the amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue as a going concern.

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Notes to the financial statements

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4. Employment costs

	Note	Consolidated	
		31 December 2017	31 December 2016
		\$	\$
Cash salary and fees	4(a)	2,578,128	154,607
Retirement benefits		154,689	73,882
Share based payments - Options	18.	163,545	267,592
Other employment costs		227,170	26,332
		3,123,532	522,413

(a) Cash salary and fees

During the course of the half-year, a further \$1,533,902 (2016: \$636,766) in salary was incurred and capitalised to Exploration and Evaluation and Mine Development costs on the balance sheet.

5. Cash and cash equivalents

	Consolidated	
	31 December 2017	30 June 2017
	\$	\$
Current		
Cash at bank and on hand	13,303,901	17,627,979
Cash at call	9,860,390	9,811,243
	23,164,291	27,439,222

6. Trade and other receivables

	Consolidated	
	31 December 2017	30 June 2017
	\$	\$
Current		
Trade debtors	-	66,000
GST receivable	1,247,068	908,838
Other debtors	505,977	4,627
	1,753,045	979,465

7. Inventory

	Consolidated	
	31 December 2017	30 June 2017
	\$	\$
Current		
Inventory - Ore	1,055,680	-
Inventory - Concentrate's	1,935,132	-
Inventory - Consumables	758,913	-
	3,749,725	-

Inventory has been valued at the lower of Cost or Net Realisable Value.

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Notes to the financial statements

For the half-year ended 31 December 2017

8. Deferred tax asset

	Consolidated	
	31 December 2017 \$	30 June 2017 \$
Current		
Deferred tax asset	3,034,878	-
	3,034,878	-

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses. As at 31 December 2017, due to the commencement of operations at Thalanga, the Company has recognised a net Deferred Tax Asset as it is now probable that prior period losses may be utilised.

Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the asset is realised or liability is settled. Deferred tax is credited in the statement of comprehensive income except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

9. Other assets

	Consolidated	
	31 December 2017 \$	30 June 2017 \$
Current		
Prepayments	606,803	197,274
Security deposits (Note 9 (a))	2,640	2,640
	609,443	199,914
Non-current		
Security deposits (Note 9 (b))	563,603	386,497
Rehabilitation bonds (Note 9 (c))	8,199,832	8,199,832
	8,763,435	8,586,329

(a) Security deposits

The Company has leased residential properties in Charters Towers as part of the Thalanga mine operations.

(b) Security deposits

Cash backed security deposits of \$233,603 have been paid to Ergon Energy Ltd for capital equipment used on the Thalanga site as well as \$300,000 to Thalanga Copper Mines Pty Ltd as part of a royalty agreement related to concentrate produced from various tenements and mining leases. A further \$30,000 is used as security for a credit card facility.

(c) Rehabilitation bonds

Cash deposits which are being used as security against the rehabilitation liabilities associated with the Company's tenements.

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Notes to the financial statements

For the half-year ended 31 December 2017

10. Property, plant and equipment

(a) Carrying values	Consolidated	
	31 December 2017	30 June 2017
	\$	\$
Non-current		
Plant and equipment at cost	7,257,287	3,766,262
Accumulated depreciation	(376,590)	(16,894)
	6,880,697	3,749,368
Leasehold improvements at cost	8,102	8,102
Accumulated depreciation	(2,025)	(505)
	6,077	7,597
Motor vehicles at cost	240,588	207,042
Accumulated depreciation	(30,083)	(10,314)
	210,505	196,728
Office furniture and equipment at cost	78,789	48,383
Accumulated depreciation	(19,189)	(8,078)
	59,600	40,305
Mine properties at cost	23,636,887	14,207,793
Accumulated depreciation	(2,878,075)	-
	20,758,812	14,207,793
Total property, plant and equipment	27,915,691	18,201,791

(b) Reconciliation of carrying values at the beginning and end of periods

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

31 December 2017	Mine properties	Office furniture & equip't	Motor vehicles	Leasehold improvements	Plant & equipment	Total
	\$	\$	\$	\$	\$	\$
Opening net book value	14,207,793	40,305	196,728	7,597	3,749,368	18,201,791
Additions	9,429,094	30,406	33,546	-	3,491,025	12,984,071
Disposals	-	-	-	-	-	-
Depreciation	(2,878,075)	(11,111)	(19,769)	(1,520)	(359,696)	(3,270,171)
Closing net book value	20,758,812	59,600	210,505	6,077	6,880,697	27,915,691

30 June 2017

Opening net book value	8,853,055	1,910	-	-	10,466	8,865,431
Additions	5,354,738	43,279	207,042	8,102	3,752,138	9,365,299
Disposals	-	-	-	-	-	-
Depreciation	-	(4,884)	(10,314)	(505)	(13,236)	(28,939)
Closing net book value	14,207,793	40,305	196,728	7,597	3,749,368	18,201,791

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Notes to the financial statements

For the half-year ended 31 December 2017

11. Intangibles

(a) Carrying values	Consolidated	
	31 December 2017	30 June 2017
	\$	\$
Non-current		
Website development costs	20,640	20,640
Accumulated amortisation	(15,251)	(13,904)
	(a) 5,389	6,736
Software costs	143,200	98,073
Accumulated amortisation	(61,536)	(13,822)
	(b) 81,664	84,251
Total intangibles	87,053	90,987

(b) Reconciliations

Reconciliations of the written down values at the beginning and end of the current period and previous financial year are set out below:

	Software	Website	Total
	\$	\$	\$
31 December 2017			
At beginning of period	84,251	6,736	90,987
Acquisitions	45,128	-	45,128
Amortisation	(47,715)	(1,347)	(49,062)
	81,664	5,389	87,053
30 June 2017			
At beginning of period	-	11,186	11,186
Acquisitions	98,073	-	98,073
Amortisation	(13,822)	(4,450)	(18,272)
	84,251	6,736	90,987

12. Exploration and evaluation assets

(a) Carrying values	Consolidated	
	31 December 2017	30 June 2017
	\$	\$
Exploration and evaluation assets at cost	7,537,278	5,213,382
Accumulated impairments	(498,741)	(96,314)
	7,038,537	5,117,068

(b) Reconciliations

Exploration and evaluation assets

At beginning of period	5,117,068	1,604,220
Acquisitions	-	-
Impairment	(402,427)	-
Capitalised costs	2,323,896	3,512,848
	7,038,537	5,117,068

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For the half-year ended 31 December 2017

12. Exploration and evaluation assets (continued)

Total Exploration and evaluation expenditure capitalised is solely intangible. The directors have performed an impairment review based on the economic benefits that may arise. Recoverability of the carrying amount of the exploration assets is dependent on successful exploration activities.

Exploration and evaluation costs have been included in the statement of cash flows as an investing activity.

13. Trade and other payables

	Consolidated	
	31 December 2017 \$	30 June 2017 \$
Current		
Trade and other payables	3,532,679	3,154,658
Payroll liabilities	1,033,801	-
Accrued expenses	5,311,561	586,712
	9,878,041	3,741,370

14. Borrowings

	Consolidated	
	31 December 2017 \$	30 June 2017 \$
Current		
Macquarie Premium Funding	488,745	-
	488,745	-

During the period the Company drew down on a Macquarie Premium Funding facility when it renewed its' insurance cover.

15. Provisions

	Consolidated	
	31 December 2017 \$	30 June 2017 \$
Current		
Employee entitlements - Annual Leave	205,611	92,971
	205,611	92,971

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16. Rehabilitation liabilities

	Consolidated	
	31 December 2017 \$	30 June 2017 \$
Non-current		
Rehabilitation liability (Note 16 (a))	9,071,745	9,071,745
	9,071,745	9,071,745

(a) Rehabilitation liability

Rehabilitation liabilities are associated with the Company's tenements and are assessed and calculated by the Department of Environment and Heritage Protection.

17. Issued capital

	Note	Consolidated	
		31 December 2017 \$	30 June 2017 \$
Issued capital	(a)	62,540,541	60,007,871
		62,540,541	60,007,871

(a) Movements in ordinary issued capital	31 December		30 June	
	2017 \$	2017 No.	2017 \$	2017 No.
At the beginning of the reporting period	60,007,871	472,212,553	21,620,466	221,183,938
Shares issued - Placement - T1* 28-Jul-16	-	-	6,635,519	55,295,985
Shares issued - Exercise of options 05-Aug-16	-	-	125,000	1,000,000
Shares issued - Exercise of options 15-Aug-16	-	-	320,625	2,137,500
Shares issued - Exercise of options 17-Aug-16	-	-	275,000	2,500,000
Shares issued - Exercise of options 23-Aug-16	-	-	25,714	171,429
Shares issued - Exercise of options 26-Aug-16	-	-	22,500	150,000
Shares issued - Exercise of options 02-Sep-16	-	-	107,925	719,500
Shares issued - Placement - T2* 07-Sep-16	-	-	2,361,482	19,679,015
Shares issued - Exercise of options 22-Sep-16	-	-	129,289	1,195,262
Shares issued - Exercise of options 05-Oct-16	-	-	20,000	200,000
Shares issued - Exercise of options 04-Nov-16	-	-	44,250	295,000
Shares issued - Exercise of options 25-Nov-16	-	-	50,021	333,476
Shares issued - Placement - T1* 12-Dec-16	-	-	14,078,500	76,100,000
Shares issued - Exercise of options 30-Dec-16	-	-	225,000	1,500,000
Shares issued - Exercise of options 10-Jan-17	-	-	165,000	1,100,000
Shares issued - Placement - T2* 16-Jan-17	-	-	15,921,500	86,062,162
Shares issued - Exercise of options 06-Feb-17	-	-	51,964	346,429
Shares issued - Exercise of options 10-Feb-17	-	-	223,215	1,488,095
Shares issued - Exercise of options 10-Mar-17	-	-	7,500	50,000
Shares issued - Exercise of options 21-Mar-17	-	-	90,000	600,000
Shares issued - Exercise of options 10-May-17	-	-	15,714	104,762
	60,007,871	472,212,553	62,516,184	472,212,553

* Tranche 1 (T1) and Tranche 2 (T2) dated 28 July 2016 and 7 September 2016 refer to ASX announcement released on 20 July 2016 and Tranche 1 (T1) and Tranche 2 (T2) dated 12 December 2016 and 16 January 2017 refer to ASX announcement released 2 December 2016.

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For the half-year ended 31 December 2017

17. Issued capital (continued)

(a) Movements in ordinary issued capital		31 December 2017	31 December 2017	30 June 2017	30 June 2017
		\$	No.	\$	No.
<i>Balance brought forward</i>		60,007,871	472,212,553	62,516,184	472,212,553
Shares issued - Exercise of options	18-Sep-17	137,500	1,250,000	-	-
Shares issued - Exercise of options	09-Oct-17	160,261	1,068,405	-	-
Shares issued - Exercise of options	16-Oct-17	384,272	2,561,811	-	-
Shares issued - Exercise of options	20-Oct-17	372,143	2,480,953	-	-
Shares issued - Exercise of options	01-Nov-17	231,436	1,876,238	-	-
Shares issued - Exercise of options	10-Nov-17	236,786	1,578,572	-	-
Shares issued - Exercise of options	22-Nov-17	178,518	1,190,120	-	-
Shares issued - Exercise of options	01-Dec-17	225,357	1,502,381	-	-
Shares issued - Exercise of options	14-Dec-17	490,716	3,271,443	-	-
Shares issued - Exercise of options	19-Dec-17	140,929	939,524	-	-
Total issued in period		2,557,917	17,719,447	40,895,718	251,028,615
Cost of capital		(25,247)	-	(2,508,313)	-
At the end of the reporting period		62,540,541	489,932,000	60,007,871	472,212,553

During the period, several option holders elected to exercise their options and convert into ordinary shares. On 16 December 2017 750,954 Options expired with an exercise price of \$0.15.

18. Reserve

	Consolidated	
	31 December 2017	30 June 2017
	\$	\$
Option reserve	4,626,466	4,462,922
	4,626,466	4,462,922

(a) Movements in options reserve

		31 December 2017	31 December 2017	30 June 2017	30 June 2017
		\$	No.	\$	No.
At the beginning of the reporting period		4,462,922	20,720,401	4,195,329	37,361,854
Options converted	05-Aug-16	-	-	-	(1,000,000)
Options converted	15-Aug-16	-	-	-	(2,137,500)
Options converted	17-Aug-16	-	-	-	(2,500,000)
Options converted	23-Aug-16	-	-	-	(171,429)
Options converted	26-Aug-16	-	-	-	(150,000)
Options converted	02-Sep-16	-	-	-	(719,500)
Options converted	22-Sep-16	-	-	-	(1,195,262)
Options issued - GM Incentive	23-Sep-16	-	-	72,765	750,000
		4,462,922	20,720,401	4,268,094	30,238,163

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18. Reserve (continued)

(a) Movements in options reserve

		31 December 2017 \$	31 December 2017 No.	30 June 2017 \$	30 June 2017 No.
<i>Balance brought forward</i>		4,462,922	20,720,401	4,268,094	30,238,163
Options converted	05-Oct-16	-	-	-	(200,000)
Options lapsed - GM Operations	17-Oct-16	-	-	-	(1,000,000)
Options converted	04-Nov-16	-	-	-	(295,000)
Options converted	25-Nov-16	-	-	-	(333,476)
Options lapsed - Director Series 4	10-Dec-16	-	-	-	(1,000,000)
Options issued - MD Incentive	12-Dec-16	-	-	194,828	1,500,000
Options converted	30-Dec-16	-	-	-	(1,500,000)
Options lapsed - Director Series 3	31-Dec-16	-	-	-	(3,000,000)
Options converted	10-Jan-17	-	-	-	(1,100,000)
Options converted	06-Feb-17	-	-	-	(346,429)
Options converted	10-Feb-17	-	-	-	(1,488,095)
Options converted	10-Mar-17	-	-	-	(50,000)
Options converted	21-Mar-17	-	-	-	(600,000)
Options converted	10-May-17	-	-	-	(104,762)
Options issued - Thalanga Mgt Team	01-Sep-17	163,544	7,100,000	-	-
Options converted	18-Sep-17	-	(1,250,000)	-	-
Options converted	09-Oct-17	-	(1,068,405)	-	-
Options converted	16-Oct-17	-	(2,561,811)	-	-
Options converted	20-Oct-17	-	(2,480,953)	-	-
Options converted	01-Nov-17	-	(1,876,238)	-	-
Options converted	10-Nov-17	-	(1,578,572)	-	-
Options converted	22-Nov-17	-	(1,190,120)	-	-
Options converted	01-Dec-17	-	(1,502,381)	-	-
Options converted	14-Dec-17	-	(3,271,443)	-	-
Options lapsed - Placement/SPP	16-Dec-17	-	(750,954)	-	-
Options converted	19-Dec-17	-	(939,524)	-	-
Total issued in period		163,544	(11,370,401)	267,593	(16,641,453)
At the end of the reporting period		4,626,466	9,350,000	4,462,922	20,720,401

During the half-year 359,526 Share Purchase Plan (SPP), 3,875,000 Broker, 11,484,921 Placement and 2,000,000 Director Options were exercised. 223,812 SPP Options and 527,142 Placement Options lapsed during the half year.

On 17 November 2017, Red River held its 2017 Annual General Meeting where shareholders voted in favour of Resolution 6 to ratify the Option issued to the Thalange Management Team.

On the 27 October 2016, Red River held its 2016 Annual General Meeting where shareholders voted in favour of resolutions 4 and 5, to ratify the Options issue the General Manager of Operations, Mr. Karl Spaleck and to approve the grant of Options to the Managing Director, Mr. Mel Palancian.

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18. Reserve (continued)

Details of the calculation for the options are as follows:

Option series	Granted	Granted	Granted
	2017	2017	2017
	Thalanga Site	MD Incentive	GM Incentive
Exercise price	\$0.30	\$0.12	\$0.12
No. Granted	7,100,000	1,500,000	750,000
Expiry	30-Jun-22	30-Jun-19	30-Jun-19
Share price at grant	\$0.25	\$0.20	\$0.16
Expected volatility	69.62%	86.13%	84.04%
Risk free interest rate	3.50%	3.50%	3.50%

Option Series Unexercised at 31 December 2017. All Options are Unlisted.

Option series	Thalanga Site	MD Incentive	GM Incentive
Exercise price	\$0.30	\$0.12	\$0.12
No. Unexercised	7,100,000	1,500,000	750,000

19. Reconciliation of Operating Profit/(Loss) after tax to net cash used in operating activities

	Consolidated	
	31 December	31 December
	2017	2016
	\$	\$
Operating Profit/(Loss) after Income Tax	6,067,052	(1,078,069)
Adjustments to reconcile loss after income tax to net operating cash flows.		
Depreciation, Amortisation and Impairment	3,719,997	5,430
Share based payments expensed	163,545	267,592
Changes in Assets and Liabilities		
(Decrease)/increase in payables	8,506,161	67,639
(Decrease)/increase in provisions	112,640	13,670
(Increase)/decrease in net deferred tax asset	(3,034,878)	-
(Increase)/decrease in inventory	(3,749,724)	-
(Increase)/decrease in prepayments	(409,529)	(57,814)
(Increase)/decrease in receivables	(773,581)	(314,351)
Net cash from / (used in) operating activities	10,601,683	(1,095,903)

(a) Reconciliation of Cash

	Consolidated	
	31 December	30 June
	2017	2017
	\$	\$
Cash at bank and on hand	13,303,901	17,627,979
Cash at call	9,860,390	9,811,243
	23,164,291	27,439,222

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19. Reconciliation of Operating Profit / (Loss) after tax to net cash used in operating activities (continued)

(b) Financing facilities available

	Consolidated	
	31 December 2017	30 June 2017
	\$	\$
<i>Total facilities at reporting date</i>		
Bank guarantee facilities (Rehabilitation and Royalties)	8,476,300	8,476,300
At call working capital facility - USD 10,000,000	12,797,297	-
Macquarie premium funding (insurance)	488,745	-
Credit card facilities	30,000	30,000
	21,792,342	8,506,300
<i>Facilities used at reporting date</i>		
Bank guarantee facilities (Rehabilitation and Royalties)	8,476,300	8,476,300
At call working capital facility - USD 10,000,000	-	-
Macquarie premium funding (insurance)	488,745	-
Credit card facilities	21,215	-
	8,986,260	8,476,300
<i>Facilities unused at reporting date</i>		
Bank guarantee facilities (Rehabilitation and Royalties)	-	-
At call working capital facility - USD 10,000,000	12,797,297	-
Macquarie premium funding (insurance)	-	-
Credit card facilities	8,785	30,000
	12,806,082	30,000

20. Events subsequent to balance date

On 11 January 2018, the Company announced that Non-executive Director Mr. Paul Hart would retire effective 31 January 2018.

On 16 January 2018 and 7 March 2018, the Company released high-grade Zinc results from the Liantown East drilling

On 25 January 2018, the Company announced that its first concentrate shipment of 5,500 wet metric tonnes of zinc concentrate was loaded at the Port of Townsville destined for Lianyungang China.

On 13 March 2018 the Board of Directors signed the Half-Year Financial Report for the period ended 31 December 2017.

Other than the above, no other events have occurred after balance date.

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ABN: 35 100 796 754

Directors' declaration

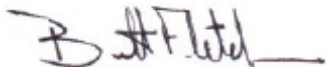
The directors of Red River Resources Limited ('the Company') declare that:

1. the financial statements and notes set out on pages 11 to 25 are in accordance with the Corporations Act 2001, including:
 - a) complying with the Accounting Standards AASB 134 Interim Financial Reporting, and
 - b) giving a true and fair view of the consolidated entity's financial position at 31 December 2017 and of its performance for the half year ended on that date.
2. in the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors:

On behalf of the Board.

RED RIVER RESOURCES LIMITED



Mr. Brett Fletcher
Chairman

13 March 2018

**RED RIVER RESOURCES LIMITED
AND CONTROLLED ENTITIES
ABN: 35 100 796 754**

Independent auditors' review report



Level 1, Lincoln House, 4 Ventnor Avenue, West Perth WA 6005
P.O. Box 8716, Perth Business Centre WA 6849
Phone 9486 7094 www.rothsayresources.com.au

Independent Review Report to the Members of Red River Resources Limited

The financial report and directors' responsibility

The interim consolidated financial report comprises the statement of financial position, statement of comprehensive income, statement of changes in equity, cashflow statement, accompanying notes to the financial statements, and the directors' declaration for Red River Resources Limited for the half-year ended 31 December 2017.

The Company's directors are responsible for the preparation and fair presentation of the consolidated financial report in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Review approach

We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the interim consolidated financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated financial position as at 31 December 2017 and the performance for the half year ended on that date; and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of Red River Resources Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of an interim financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly we do not express an audit opinion.

Independence

In conducting our review we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim consolidated financial report of Red River Resources Limited is not in accordance with the *Corporations Act 2001*, including:

- giving a true and fair view of the consolidated financial position as at 31 December 2017 and of the performance for the half-year ended on that date; and
- complying with Australian Accounting Standard AASB134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A handwritten signature in blue ink that reads 'Rothsay'.

Rothsay Auditing

A handwritten signature in blue ink that reads 'GSwan'.

Graham Swan FCA
Partner

Dated 13th March 2018



Chartered Accountants

Liability Limited by the Accountants Scheme, approved under the Professional Standards Act 1994 (NSW).