TROY RESOURCES LIMITED
ABN: 33 006 243 750

TROY RESOURCES LIMITED
RESULTS FOR ANNOUNCEMENT TO THE MARKET
FOR THE YEAR ENDED 30 JUNE 2014

Appendix 4E, previous corresponding period, year ended 30 June 2013.

Revenue and Net Profit		**Percentage Change**		**Amount $'000**
Revenue from ordinary activities	Down	12%	to	178,036
Loss from continuing operations after tax	Down	N/A	to	59,125
Loss from ordinary activities after tax	Down	N/A	to	59,125
Net loss attributable to members	Down	N/A	to	59,071

Dividend Information	**Amount per security (cents)**	**Franked amount per security (cents)**	**Tax rate full franking credit**

No dividend for the financial year 2014 has been declared.

Net tangible assets per security	**Jun 2014 per share**	**Jun 2013 per share**
Net tangible assets per security	$1.01	$1.59
Common shares on issue at balance date	195,034,997	91,468,649

The above results should be read in conjunction with the notes and commentary contained in this report.

TROY RESOURCES LIMITED
(ACN 006 243 750)

APPENDIX 4E

PRELIMINARY FINAL REPORT

FOR THE FINANCIAL YEAR ENDED

30 JUNE 2014

TROY RESOURCES LIMITED
PRELIMINARY FINAL REPORT APPENDIX 4E
FOR THE YEAR ENDED 30 JUNE 2014

TABLE OF CONTENTS

REVIEW OF RESULTS

Financial Result Overview

Revenue from ordinary activities for the 2014 financial year was $178.0 million (2013: $202.7 million), a decrease of 12% primarily due to reductions in gold and silver prices as further analysed below.

The Casposo gold and silver operation in Argentina generated revenues of $133.7 million (2013: $147.4 million), a 9% decrease principally due to 18% lower gold and silver prices realised which was partly offset by additional ounces sold. Revenues from the Andorinhas gold operation in Brazil fell by 20% to $44.3 million (2013: $55.3 million), also principally due to lower gold prices.

The net loss after income tax for the financial year was $59.1 million (2013: $18.6 million profit) and is after impairment charges of $61.4 million net of deferred income tax (2013: $nil) principally relating to the Karouni development project in Guyana (Karouni), refer note 4 of this report.

Contributions to gross profit for the year across the two operations were Casposo $13.7 million (2013: $44.2 million) and Andorinhas $4.3 million (2013: $5.6 million). At Casposo the 2014 financial year involved the operation of both the open pit and the underground mines compared to just the open pit in the prior year.

Exploration expenditure for the financial year totalled $14.7 million (2013: $17.2 million), of which $11.9 million was capitalised in relation to Karouni (2013: $8.4 million Casposo). Net exploration expenditure expensed to the profit and loss totalled $2.8 million (2013: $8.8 million).

During 2014, the Argentine peso devalued by 56% when compared to spot prices at June 2013. Foreign exchange losses totalled $5.4 million (2013: $1.0 million gain), which in the main reflected this devaluation. Gold and silver sales from Casposo are denominated in US dollars therefore any peso devaluation will result in improved margins on the local peso denominated expenses.

The $40.0 million debt facility with Investec Bank (Australia) Limited was fully drawn at 30 June 2014. Finance costs during the financial year totalled $4.9 million of which $1.9 million was capitalised in relation to Karouni. Net finance costs expensed to the profit and loss totalled $3.5 million (2013: $1.4 million) including hedge losses of $0.5 million.

Troy incurred Acquisition costs of $2.6 million (2013: $0.6 million) in relation to the acquisition of Azimuth Resources Limited (Azimuth) and its controlled entities.

Income tax benefits totalled $34.9 million (2013: $15.4 million tax expense) of which $26.8 related to the Karouni impairment charges, and the remainder to the reversal of current and deferred tax estimates in Argentina.

Dividends

No dividend for the financial year 2014 has been declared.

Operating Review

Total production for the financial year was 93,947 ounces (oz) of gold and 2,475,565 ounces of silver or 132,939 gold equivalent ounces (2013: 103,002 gold ounces and 1,361,133 silver ounces or 127,060 gold equivalent ounces).

Casposo produced 62,742 ounces of gold (2013: 69,314) and 2,475,565 ounces of silver (2013: 1,361,133) or total gold equivalent ounces of 101,734 (2013: 93,372), from the processing of 519,661 tonnes of ore (2013: 427,709 tonnes) at an average gold grade of 4.12g/t (2013: 5.65g/t) and silver grade of 191.73g/t (2013: 122.75g/t).

Operating Review (Continued)

Casposo's cash costs, on a by-product basis, were US$390/oz (net of silver credits) (2013: US$563/oz) and on a co-product basis were US$735/oz (2013: US$825/oz). The lower cost per co-product ounce was principally driven by a 9% increase in gold equivalent production and the devaluation of the Argentine Peso. Production cash costs per ounce do not encompass full costs of sales including export and other taxes, royalties, depreciation and other non-cash items.

Andorinhas produced 31,205 ounces of gold for the year (2013: 33,688 ounces) at an average cash cost of US$856/oz (2013: US$799/oz) from the processing of 226,425 tonnes of ore (2013: 246,346 tonnes) at an average grade of 4.69g/t (2013: 4.63g/t). The treatment of low grade stockpiles and workings represented approximately 42% of the tonnes processed (2013: 21%) resulting in lower production at an increased cost per ounce, albeit that total costs were at similar levels to last year.

Finance Review

At 30 June 2014, the Group held cash and cash equivalents of $43.4 million, of this $0.2 million is held as restricted cash deposits for bank guarantees and unpresented dividend cheques.

Troy also held gold and silver bullion ready for sale with a market value of $0.5 million.

Cash increased by $17.8 million over the year.

Investing activities consumed $63.4 million with $5.8 million utilised for Andorinhas underground development, $22.8 million invested in Casposo's underground development and at Karouni internal construction management and administration capitalised totalled $1.5 million. Exploration expenditure of $11.9 million was capitalised confirming likely reserves at the Karouni project in Guyana. A further $25.5 million was used to purchase property, plant and equipment principally for Karouni and $1.7 million was used to pay the power line commitment in Argentina. Troy acquired $7.5 million in cash as part of the Azimuth acquisition and $2.8 million was utilised for final acquisition costs. Troy received $0.4 million bank interest and a further $0.7 million was received in relation to property, plant and equipment sales.

Financing activities generated $68.8 million, $36.7 million from the proceeds of debt funding net of costs and repayments along with $32.1 million in equity net of share issue costs.

Operating activities generated $12.4 million in cash. The loss before income tax of $94.0 million is inclusive of non-cash expenses including gross impairment charges of $87.6 million and $33.4 million in depreciation, amortisation and rehabilitation costs along with $0.3 million in share based payments expense.

Subsequent to year end Troy Resources Limited finalised the new $100.0 million syndicated debt facility with Investec Bank Plc. This facility comprises two tranches; Tranche A has a limit of $70 million for repayment of Investec's existing $40.0 million facility and further development of the Karouni Gold Project; Tranche B has a limit of $30 million for general corporate funding and working capital purposes. This new facility was formally executed on 26 June 2014 and Tranche A became available for draw down on 3 July 2014, availability of Tranche B remains subject to conditions precedent as at the date of this report.

Troy continues to comply with the foreign currency controls in Argentina, which requires the repatriation of all sale proceeds from gold and silver produced in Argentina back to Argentina and to obtain prior approval from the Argentine Central Bank for payments to parties outside of Argentina. At 30 June 2014, Troy held $9.6 million (US$8.9 million) in overseas bank accounts pending repatriation to Argentina before any surpluses are available for remittance to Australia.

At the end of the year, the Company had no outstanding foreign currency hedge contracts. Commodity hedge contracts totalled 14,000 oz of gold at US$1,300/oz and 2,040,000 oz of silver at average US$19.41/oz.

Outlook

Troy is committed to pursuing growth through exploration, acquisition of new projects and/or corporate merger activity. The Karouni gold development project, currently under construction in Guyana, is expected to commence first production in the June quarter of 2015, while the much smaller Andorinhas gold project in Brazil is expected to reach the end of its mine life and close in the same quarter. The Casposo gold and silver project in Argentina will focus on mining from underground, the high grade Inca 1 and Inca 2 deposits.

Consolidated Statement of Profit or Loss
For the Financial Year Ended 30 June 2014

	Notes	2014 $'000	2013 $'000
Continuing Operations			
Revenue	2	**178,036**	202,715
Cost of sales		**(160,109)**	(152,921)
Gross Profit		**17,927**	49,794
Other income	2	**661**	1,730
Exploration expenditure (net)	3	**(2,794)**	(8,836)
Administration expenses	3	**(9,220)**	(8,364)
Net foreign exchange losses		**(5,492)**	-
Other expenses	3	**(1,338)**	(821)
Finance costs	3	**(3,469)**	(1,358)
Acquisition costs	3	**(2,673)**	(572)
Impairment loss	4	**(87,593)**	-
(Loss) / Profit Before Income Tax		**(93,991)**	31,573
Income tax benefit / (expense)	5	**34,866**	(15,438)
(Loss) / Profit for the year from continued operations		**(59,125)**	16,135
Discontinued Operations			
Profit for the year from discontinued operations		**-**	2,455
(LOSS) / PROFIT FOR THE YEAR		**(59,125)**	18,590
(Loss) / Profit attributable to:			
Owners of the Parent		**(59,071)**	18,594
Non-controlling interests		**(54)**	(4)
		(59,125)	18,590
(Loss) / Earnings Per Share (EPS)			
From continuing and discontinuing operations			
Basic EPS (cents)		**(34.0)**	20.5
Diluted EPS (cents)		**(34.0)**	20.4
From continuing operations			
Basic EPS (cents)		**(34.0)**	17.8
Diluted EPS (cents)		**(34.0)**	17.7

Notes to the consolidated financial statements are included on pages 12 to 25.

Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 30 June 2014

	Notes	**2014 $'000**	2013 $'000
(Loss) / Profit for the year		**(59,125)**	18,590
Other comprehensive income			
Items that may be reclassified to Profit or Loss			
Changes in value of available for sale assets		**62**	(62)
Changes in value of hedge cash flow reserve	9	**(3,735)**	-
Exchange differences on translation of foreign operations	12	**(47,505)**	(4,342)
Other comprehensive income		**(51,178)**	(4,404)
Total comprehensive income for the year		**(110,303)**	14,186
Total comprehensive income attributable to:			
Owners of the Parent		**(110,249)**	14,190
Non-controlling Interests		**(54)**	(4)
		(110,303)	14,186

Notes to the consolidated financial statements are included on pages 12 to 25.

Consolidated Statement of Financial Position as at 30 June 2014

	Notes	**2014 $'000**	2013 $'000
CURRENT ASSETS			
Cash and cash equivalents	7	**43,409**	26,086
Other receivables and prepayments		**16,933**	23,854
Inventories		**23,042**	20,363
TOTAL CURRENT ASSETS		**83,384**	70,303
NON-CURRENT ASSETS			
Property, plant and equipment		**53,446**	57,159
Mining properties		**48,370**	66,143
Development properties		**104,444**	-
Other receivables		**5,136**	2,138
Other financial assets	8	**-**	10,256
TOTAL NON-CURRENT ASSETS		**211,396**	135,696
TOTAL ASSETS		**294,780**	205,999
CURRENT LIABILITIES			
Trade and other payables		**23,332**	32,722
Current tax payables		**945**	9,881
Provisions		**4,828**	3,034
Hedge liability	9	**4,244**	-
Borrowings	10	**30,695**	270
TOTAL CURRENT LIABILITIES		**64,044**	45,907
NON-CURRENT LIABILITIES			
Other payables		**3,909**	860
Deferred tax liabilities		**16,508**	6,151
Provisions		**3,881**	5,058
Borrowings	10	**10,123**	2,163
TOTAL NON-CURRENT LIABILITIES		**34,421**	14,232
TOTAL LIABILITIES		**98,465**	60,139
NET ASSETS		**196,315**	145,860
EQUITY			
Issued capital	11	**269,689**	109,695
Reserves	12	**(91,763)**	(41,349)
Retained earnings	13	**18,702**	77,773
Parent interest		**196,628**	146,119
Non-controlling interests		**(313)**	(259)
TOTAL EQUITY		**196,315**	145,860

Notes to the consolidated financial statements are included on pages 12 to 25.

Consolidated Statement of Changes in Equity for the Year Ended 30 June 2014

	Issued Capital ($,000)	Available for Sale Reserve ($,000)	Option Premium Reserve ($,000)	Hedging Cash Flow Reserve ($,000)	Foreign Currency Translation Reserve ($,000)	Retained Earnings ($,000)	Attributable to Equity Holder of Parent ($,000)	Non-controlling Interest ($,000)	TOTAL EQUITY ($,000)
Balance at 1 July 2012	**101,804**	**-**	**4,376**	**-**	**(41,877)**	**68,224**	**132,527**	**(255)**	**132,272**
Profit for the year	-	-	-	-	-	18,594	18,594	(4)	18,590
Changes in fair value of available-for-sale assets, net of tax	-	(62)	-	-	-	-	(62)	-	(62)
Exchange differences on translation of foreign operations	-	-	-	-	(4,342)	-	(4,342)	-	(4,342)
Total comprehensive income for the year	**-**	**(62)**	**-**	**-**	**(4,342)**	**18,594**	**14,190**	**(4)**	**14,186**
Issue of fully paid shares on conversion of options	5,485	-	(1,492)	-	-	-	3,993	-	3,993
Issue of fully paid shares on performance rights	29	-	(29)	-	-	-	-	-	-
Issue of fully paid shares for dividends reinvestment plan	2,377	-	-	-	-	-	2,377	-	2,377
Issue of options to Investec	-	-	1,256	-	-	-	1,256	-	1,256
Share-based payments	-	-	821	-	-	-	821	-	821
Dividends payable / paid	-	-	-	-	-	(9,045)	(9,045)	-	(9,045)
Balance at 30 June 2013	**109,695**	**(62)**	**4,932**	**-**	**(46,219)**	**77,773**	**146,119**	**(259)**	**145,860**
Balance at 1 July 2013	**109,695**	**(62)**	**4,932**	**-**	**(46,219)**	**77,773**	**146,119**	**(259)**	**145,860**
Loss for the year	-	-	-	-	-	(59,071)	(59,071)	(54)	(59,125)
Changes in fair value of available-for-sale assets, net of tax	-	62	-	-	-	-	62	-	62
Changes in fair value of hedging instrument	-	-	-	(3,735)	-	-	(3,735)	-	(3,735)
Exchange differences on translation of foreign operations	-	-	-	-	(47,505)	-	(47,505)	-	(47,505)
Total comprehensive income for the year	**-**	**62**	**-**	**(3,735)**	**(47,505)**	**(59,071)**	**(110,249)**	**(54)**	**(110,303)**
Issue of fully paid shares - capital raising	33,186	-	-	-	-	-	33,186	-	33,186
Share issue costs	(1,120)	-	-	-	-	-	(1,120)	-	(1,120)
Issue of fully paid shares under employee bonus plan	405	-	-	-	-	-	405	-	405
Issue of fully paid shares to landholders	559	-	-	-	-	-	559	-	559
Issue of fully paid shares on acquisition of Azimuth	126,964	-	103	-	-	-	127,067	-	127,067
Share-based borrowing costs	-	-	369	-	-	-	369	-	369
Share-based payments	-	-	292	-	-	-	292	-	292
Balance at 30 June 2014	**269,689**	**-**	**5,696**	**(3,735)**	**(93,724)**	**18,702**	**196,628**	**(313)**	**196,315**

Notes to the consolidated financial statements are included on pages 12 to 25.

TROY RESOURCES LIMITED

Consolidated Statement of Cash Flows
For the Financial Year Ended 30 June 2014

	Notes	2014 $'000	2013 $'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		**178,735**	197,501
Payments to suppliers and employees		**(151,279)**	(116,353)
Proceeds from sundry income		**92**	53
Export tax and government royalties paid		**(13,914)**	(13,204)
Income taxes paid		**(1,206)**	(13,352)
NET CASH PROVIDED BY OPERATING ACTIVITIES		**12,428**	54,635
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for property, plant and equipment		**(25,477)**	(22,332)
Payments for mine & development properties		**(30,086)**	(31,682)
Payments for exploration properties capitalised		**(11,915)**	(8,366)
Payments for power line commitments		**(1,769)**	(1,565)
Net cash inflow from disposal of Sandstone assets		**-**	2,214
Payments to acquire convertible notes	8	**-**	(10,000)
Cash acquired on acquisition of Azimuth	14	**7,465**	-
Payments for Azimuth acquisition		**(2,751)**	(494)
Proceeds on sale of property, plant and equipment		**721**	256
Interest received		**432**	289
NET CASH USED IN INVESTING ACTIVITIES		**(63,380)**	(71,680)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from Borrowings – Investec Bank (Australia) Limited	10	**40,000**	2,308
Repayments – Industrial and Commercial Bank of China	10	**(178)**	-
Repayment – Investec Bank (Australia) Limited		**-**	(15,000)
Payments of financing costs		**(3,086)**	(637)
Proceeds from issues of equity securities		**33,186**	3,997
Payments for equity raising costs		**(1,120)**	-
Dividends paid – members of parent entity		**(45)**	(6,672)
NET CASH PROVIDED BY / (USED IN) FINANCING ACTIVITIES		**68,757**	(16,004)
Net increase / (decrease) in cash and cash equivalents		**17,805**	(33,049)
Cash and cash equivalents at the beginning of the financial year		**26,086**	58,922
Effects of exchange rate changes on balances held in foreign currencies		**(482)**	213
Cash and cash equivalents at end of the financial year	7(a)	**43,409**	26,086

Notes to the consolidated financial statements are included on pages 12 to 25.

Notes to the Consolidated Financial Statements
For the Financial Year Ended 30 June 2014

Note 1 Basis of Preparation

This preliminary final report for Troy Resources Limited (Troy) and its controlled entities (Group) has been prepared in accordance with ASX Listing Rule 4.3A and the disclosure requirements of ASX Appendix 4E. Certain comparative information has been reclassified to aid in comparability with the current financial year.

Note 2 Profit

Profit From Continuing Operations	**2014 $'000**	2013 $'000
Operating Revenue		
Gold sales	**127,280**	166,068
Silver sales	**50,756**	36,647
	178,036	202,715
Other income		
Interest received - bank	**483**	289
Gain on sale of plant and equipment	**86**	178
Net foreign currency exchange gains	**-**	1,026
Interest received - convertible note	**-**	184
Other	**92**	53
	661	1,730

Note 3 Expenses

	2014 $'000	2013 $'000
Depreciation of property, plant & equipment		
- Cost of sales	**12,264**	10,743
- Administration expenses	**227**	304
Amortisation of mining properties	**20,604**	19,976
Export tax and other taxes (Argentina)	**7,575**	7,657
Government royalties	**7,659**	7,975
Rehabilitation provisions unwinding of discount	**349**	117
Exploration Expenditure		
Exploration expenditure	**14,709**	17,202
Exploration capitalised	**(11,915)**	(8,366)
Exploration expenditure (net)	**2,794**	8,836

Notes to the Consolidated Financial Statements
For the Financial Year Ended 30 June 2014

Note 3 Expenses (continued)

	2014 $'000	2013 $'000
Administration expenses		
Head office salaries, bonuses and on-costs	**2,513**	2,603
Expatriate salaries and bonuses	**579**	558
Guyana expatriate salaries	**225**	-
Directors fees and on-costs	**580**	541
Other Brazil administration	**313**	128
Depreciation – furniture and equipment	**227**	304
Other Guyana office administration	**499**	-
Canadian office and administration	**609**	814
Other Head office administration (i)	**3,675**	3,416
	9,220	8,364

(i) Includes listing fees, shareholder costs, audit fees, taxation consultants, office rents, insurance, travel, conferences and other head office administration expenditure.

	2014 $'000	2013 $'000
Other Expenses		
Non-current receivables discount	**1,046**	-
Share based payments	**292**	821
	1,338	821
Finance Costs		
Borrowing costs	**2,960**	1,358
Hedging loss	**509**	-
	3,469	1,358
Acquisition Costs (ii)		
Acquisition success fee	**1,623**	-
Legal fees	**63**	434
Redundancy payouts	**602**	-
Listing fees ASX/TSX	**301**	3
Share registry and other	**84**	135
	2,673	572

(ii) Relates to the acquisition of Azimuth Resources including the Karouni Gold Project in Guyana.

Note 4 Impairment Loss

	Note	2014 $'000	2013 $'000
Other financial assets		**134**	-
Development properties		**87,459**	-
Impairment loss before income tax		**87,593**	-
Deferred income tax benefit	5	**(26,238)**	-
Impairment loss net of income tax		**61,355**	-

Notes to the Consolidated Financial Statements
For the Financial Year Ended 30 June 2014

Note 4 Impairment Loss (continued)

Impairment loss recognised in the year

Based on the carrying value review undertaken at 30 June 2014, it has been estimated that Karouni's book value of $174 million net of deferred income tax exceeded its recoverable amount and hence that an impairment of the asset was required. The group has estimated that the fair value less cost to sell is greater than the value in use and hence the recoverable amount of the relevant Karouni assets has been determined on the basis of their fair value less cost to sell. The discount rate used in measuring the fair value less cost to sell was 9.3% per annum. No impairment assessment was performed in the 2013 financial year as these assets were acquired on 2 July 2013, in exchange for Troy shares (non-cash).

Note 5 Taxation

Export Tax

Export tax is incurred on the gross revenue of all gold and silver shipped out of Argentina net of refining costs at a rate of 5%. Export tax is recorded as a cost of sale.

Income Tax

Income tax rates applicable for Gold Corporations operating in Argentina, Brazil, Guyana and Australia are 35%, 34%, 30% and 30% respectively. Argentine export tax is deductible for income tax purposes.

Troy's income tax (benefit) for the year to 30 June 2014 across the four jurisdictions is as follows:

	Consolidated Full Year Ended 30 June 2014	
	$'000	**%**
Argentina	**(8,227)**	**N/A** [(a)]
Brazil (Local Taxation)	**(401)**	**N/A** [(a)]
Brazil (IFRS Adjustments)	**-**	**N/A** [(b)]
Australia	**-**	**N/A** [(b)]
Guyana	**(26,238)**	**N/A** [(c)]
	(34,866)	**-**

(a) The actual rate of tax differs from the nominal rate noted above due to losses in the financial year and additional taxation deductions reversing estimated current and deferred tax provided in the prior year. This difference between actual tax credits and prior year tax estimates for Brazil and Argentina arises because the tax year in these jurisdictions follows a calendar year.

(b) The effective income tax rate for Troy in the current year is impacted by:

i. IFRS adjustments for Brazil that have been charged/credited to the profit and loss account which are non-deductible/assessable for taxation purposes.

ii. Net costs incurred within Australia which do not have offsetting taxable income streams and therefore an income tax credit has not been recognised.

(c) Deferred income tax benefit as a result of the impairment loss on Development properties (Refer Note 4).

Notes to the Consolidated Financial Statements
For the Financial Year Ended 30 June 2014

Note 6 Segment Reporting

The following is an analysis of the Group's revenue and results by reportable operating segment for the current and prior year:

	Note	Segment Revenue Year Ended 2014 $'000	Segment Revenue Year Ended 2013 $'000	Segment (Loss) / Profit Year Ended 2014 $'000	Segment (Loss) / Profit Year Ended 2013 $'000
Producing Operations:					
Argentina		**133,715**	147,388	**13,650**	44,190
Brazil		**44,321**	55,327	**4,277**	5,604
Total Operations		**178,036**	202,715	**17,927**	49,794
Exploration:					
Argentina				**(1,957)**	(16,055)
Capitalised Argentina				**-**	8,366
Brazil				**-**	(1,147)
Guyana				**(12,752)**	-
Capitalised Guyana				**11,915**	-
Total Exploration				**(2,794)**	(8,836)
Impairment:					
Australia	4			**(134)**	-
Development Properties - Guyana	4			**(87,459)**	-
Total Impairment loss before income tax				**(87,593)**	-
Total Segments		**178,036**	202,715	**(72,460)**	40,958
Other income	2			**661**	1,730
Corporate administration	3			**(9,220)**	(8,364)
Net foreign exchange losses				**(5,492)**	-
Other expenses	3			**(1,338)**	(821)
Finance costs	3			**(3,469)**	(1,358)
Acquisition costs	3			**(2,673)**	(572)
(Loss) / Profit before tax				**(93,991)**	31,573
Income tax benefit / (expense) from continuing operations	5			**34,866**	(15,438)
(Loss) / Profit for the year from continuing operations				**(59,125)**	16,135
Profit for the year from discontinued operations				**-**	2,455
Consolidated segment revenue and (loss) / profit for the year		**178,036**	202,715	**(59,125)**	18,590

Notes to the Consolidated Financial Statements For the Financial Year Ended 30 June 2014

Note 6 Segment Reporting (Continued)

The revenue reported above represents revenue generated from external customers. There were no intersegment sales during the year.

Segment profit represents the profit earned by each segment without the allocation of central administration costs and directors' salaries, interest income, profit on the sale of shares, gains on sale of exploration tenements, expenses in relation to corporate facilities, and tax expense. This is the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

The following is an analysis of the consolidated entity's assets and liabilities by reportable segment:

Total Assets	**Note**	**2014 $'000**	2013 $'000
Continuing Operations:			
Argentina		**113,408**	153,309
Brazil		**8,765**	11,652
Australia		**-**	468
Guyana		**126,603**	-
Total Segment assets:		**248,776**	165,429
Cash and cash equivalents (i)	7(a)	**43,409**	26,086
Other financial assets (i)	8	**-**	10,256
Other assets (i)		**2,595**	4,228
Total Assets		**294,780**	205,999

(i) Unallocated assets include various assets including cash held at a corporate level that have not been allocated to the underlying segments.

The following is an analysis of the consolidated entity's liabilities by reportable segment:

Total Liabilities			
Continuing Operations:			
Argentina		**19,665**	38,271
Brazil		**4,669**	3,455
Guyana		**9,848**	-
Total Segment liabilities:		**34,182**	41,726
Tax liabilities (ii)		**17,453**	16,032
Borrowings (ii)	10	**40,818**	-
Other liabilities (ii)		**6,012**	2,381
Total Liabilities		**98,465**	60,139

(ii) Unallocated liabilities include tax liabilities, deferred consideration, corporate level entitlements and consolidated entity borrowings not specifically allocated to any one underlying segment.

Notes to the Consolidated Financial Statements
For the Financial Year Ended 30 June 2014

Note 7 Notes to the Statement of Cash Flows

	2014 $'000	2013 $'000
(a) Cash and Cash Equivalents		
Cash at Bank – Australia	**3,865**	4,088
Cash at Bank – Overseas	**23,210**	17,634
Short Term Interest Bearing Deposits – Australia	**16,334**	4,364
	43,409	26,086

(b) ***Non-Cash Financing and Investing Activities***

Nil

(c) ***Cash Balances Not Available for Use***

$147,520 is held for bank guarantees and credit card facilities. Troy also holds $41,591 cash in Australian and United Kingdom bank accounts to cover unpresented dividend cheques. Under the Investec Facility, the Group is required to maintain a minimum cash reserve of $5,000,000. Pursuant to the Investec Plc Facility, the minimum cash reserve has increased to $10,000,000.

Note 8 Non-Current - Other Financial Assets

	2014 $'000	2013 $'000
Shares in listed corporations at fair value[(i)]	**-**	72
Convertible notes [(ii-iv)]	**-**	10,184
	-	10,256

(i) The fair value of listed shares has been based on the closing share price at the end of the financial year. At the end of the current year all listed shares are designated as available for sale.

Troy holds 8.5% (2013: 8.5%) of Meritus Minerals Ltd ("Meritus"), a Canadian listed company involved in mineral exploration primarily in Mongolia. During the year ended 30 June 2014, the Group has permanently impaired its investment in Meritus by $134,000 down to $nil due to continued fall in the price of its shares and recent suspension of trading on the TSXV.

(ii) At 30 June 2013 Troy held 10,000,000 convertible notes issued by Azimuth denominated in A$ at a face value of $1.00 with a maturity date of 28 March 2014.

Each note entitled Troy to convert to Azimuth ordinary shares at a conversion rate of A$0.30 per share on or before maturity.

(iii) Interest accrued on the principal of the notes at a fixed rate of 8% per annum and was calculated quarterly in arrears. At 30 June 2013 accrued interest totalled $184,000.

(iv) On 2 July 2013 Troy acquired control of Azimuth and transferred this facility to intercompany debt.

Notes to the Consolidated Financial Statements
For the Financial Year Ended 30 June 2014

Note 9 Hedge Liability

Derivatives that are designated as hedging instruments carried at fair value	**2014 $'000**	**2013 $'000**
Gold and Silver forward contracts – Effective	**3,735**	-
Gold and Silver forward contracts – Ineffective	**509**	-
	4,244	-

The ineffective portion of the hedge liability is presented as part of finance costs (refer Note 3).

Note 10 Borrowings

	2014 $'000	2013 $'000
Industrial and Commercial Bank of China (Argentina) S.A. – debt facility (i)	**1,391**	2,433
Investec Bank (Australia) Limited – Revolving Corporate Loan Facility (RCF) (ii)	**20,000**	-
Investec Bank (Australia) Limited – Revolving Acquisition Loan Facility (ALF) (ii)	**20,000**	-
Investec Bank PLC – Syndicated Debt Facility (iii)	**-**	-
Capitalised Borrowing costs	**(573)**	-
	40,818	2,433

Current	**30,695**	270
Non-current	**10,123**	2,163
	40,818	2,433

<u>Summary of Borrowing Arrangements</u>

(i) Industrial and Commercial Bank of China (Argentina) S.A.

a. As at 30 June 2014, the Group had an Argentine Peso 10.7 million unsecured debt facility with Industrial and Commercial Bank of China (Argentina) S.A. (ICBC). The facility was entered into on 16 May 2013 and concludes on 17 May 2016. The facility has a three year term. Quarterly principal repayments commenced on 17 May 2014 with each repayment the equivalent to 12.5% of the facility limit.
b. At 30 June 2014, the facility was fully drawn.
c. The weighted average effective interest rate on the facility is 15.25% per annum (2013: 15.25%).

Notes to the Consolidated Financial Statements
For the Financial Year Ended 30 June 2014

Note 10 Borrowings (Continued)

Summary of Borrowing Arrangements

(ii) **Investec Bank (Australia) Limited – 26 June 2013 – Debt Facility**

a. At 30 June 2014, the Group had a $40.0 million debt facility with Investec (Australia) Limited (Investec Facility). The Investec Facility was entered into on 26 June 2013, and comprises two tranches:
   i. Revolving Corporate Loan Facility (RCF) $20.0 million first available for draw down on 1 July 2013. The RCF has been used for general corporate and a working capital purpose, and was fully drawn at 30 June 2014. The RCF has a three year term and reduces by 25% instalments on 26 December 2014, 26 June 2015, 26 December 2015 and 26 June 2016.
   ii. Revolving Acquisition Loan Facility (ALF) $20.0 million first available for draw down on 2 July 2013. The ALF has been used for costs associated with the Azimuth acquisition and preliminary development costs for Karouni. The ALF was fully drawn at 30 June 2014. It has an eighteen month term repayable in full on 26 December 2014.
b. The Investec Facility is secured by mortgages over Troy's shares in its wholly owned subsidiaries, Troy Resources Argentina Ltd Reinarda Mineraçẫo Ltda and the Azimuth group companies.
c. As part consideration for the establishment of the Investec Facility (non-cash), Troy issued 1,362,398 unlisted call options over ordinary shares with an exercise price of $3.67 and expiring on 26 June 2016.
d. Refer Note 10(iii) for refinancing and full repayment of the Investec Facility.

Notes to the Consolidated Financial Statements
For the Financial Year Ended 30 June 2014

Note 10 Borrowings (Continued)

Summary of Borrowing Arrangements

(iii) **Investec Bank Plc – 26 June 2014 – Syndicated Debt Facility**

a. At 30 June 2014, the Group had arranged a debt facility with Investec Bank Plc (Investec Plc Facility) of up to $100.0 million to replace the previous Investec Facility. The Investec Plc Facility comprises two available tranches:
   i. Tranche A - limited to $70.0 million: was first available for draw down on 3 July 2014, to repay the $40.0 million owing under the Investec Facility (Refer Note 10(ii)), and for Karouni development costs.
   ii. Tranche B - limited to $30.0 million: availability subject to a number of future conditions precedent. Tranche B will be available for general corporate funding and working capital purposes.

b. The Investec Plc Facility has a maturity date of 26 June 2017.

c. It is secured by mortgages over Troy's shares in its wholly owned subsidiaries, Troy Resources Argentina Ltd, Reinarda Mineraçõo Ltda and the Azimuth group companies.

d. As part consideration for the establishment of the Investec Plc Facility (non-cash), the Troy issued 500,000 unlisted call options over ordinary shares with an exercise price of $1.50 and expiring on 30 June 2017.

e. Troy is required to issue a further 2,833,333 unlisted call options over ordinary shares with an exercise price of $1.50, with 2,030,000 of these issued on 5 August 2014 and the remaining 803,333 to be issued at the earlier of the first general meeting, or annual general meeting after the agreement date.

The table below summarises unlisted options issued to Investec as part of loan establishment fees (non-cash):

Month of Issue	Balance at 1.7.13	Number of options issued	(Expired)	Balance at 30.6.14	Vested at Balance Date	Exercise Period	Expiry Date
Jul 2010	632,912	-	(632,912)	-	-	Jul 10 to Jul 13	30 Jul 2013
Jun 2013	1,362,398	-	-	1,362,398	1,362,398	Jun 13 to Jun 16	26 Jun 2016
Jun 2014	-	500,000	-	500,000	500,000	Jun 13 to Jun 17	30 Jun 17
	1,995,310	**500,000**	**(632,912)**	**1,862,398**	**1,862,398**		

The Group holds no additional external debt facilities, other than the borrowings reported in this Note 10.

Notes to the Consolidated Financial Statements
For the Financial Year Ended 30 June 2014

Note 11 Issued Capital

Fully paid ordinary share capital	2014 No. '000	2014 $'000	2013 No. '000	2013 $'000
Balance at the beginning of the financial year	**91,469**	**109,695**	89,413	101,804
Issue of fully paid shares on exercise of options	**-**	**-**	1,511	5,485
Issue of fully paid shares on vesting of performance rights	**-**	**-**	16	29
Issue of fully paid shares for dividend reinvestment plan	**-**	**-**	529	2,377
Issue of fully paid shares under employee bonus plan	**368**	**405**	-	-
Issue of fully paid shares to landowners in Guyana (i)	**476**	**559**	-	-
Issue of fully paid shares for the acquisition of Azimuth	**76,174**	**126,964**	-	-
Issue of fully paid shares pursuant to share placement net of share issue costs	**22,289**	**26,922**	-	-
Issue of fully paid shares pursuant to share purchase plan net of share issue costs	**4,259**	**5,144**	-	-
	195,035	**269,689**	91,469	109,695

(i) Issued pursuant to the terms of various agreements between Azimuth and landowners in Guyana.

Note 12 Reserves

	2014 $'000	2013 $'000
Shared based payments reserve	**5,696**	4,932
Available for sale reserve	**-**	(62)
Hedging cash flow reserve	**(3,735)**	-
Foreign currency translation reserve (i)	**(93,724)**	(46,219)
Total Reserves	**(91,763)**	(41,349)

(i) The movement in the foreign currency translation reserve of $47.5 million is due to non-cash exchange differences relating to the translation of Troy's foreign controlled entities from their functional currencies of Argentine pesos, Brazilian reals and Guyanese dollars into Australian dollars.

Of the $47.5 million movement in the foreign currency translation reserve, $41.4 million relates to Casposo. The assets are recorded in Argentinean pesos and the majority of the liabilities are intercompany loans from Troy Australia denominated in Australian and US dollars. In the year to 30 June 2014, the Argentinean peso devalued against the Australian dollar by 56% from 1: 4.93 to 1: 7.67.

The remaining balance of the movement relates to Troy's Brazilian and Guyanese subsidiaries, representing primarily Andorinhas and Karouni. The Brazilian real has devalued against the Australian dollar by 2% during the year from 1: 2.04 to 1: 2.08 and the Guyanese dollar has devalued by 3% from 1: 182.79 to 1: 188.59.

Notes to the Consolidated Financial Statements
For the Financial Year Ended 30 June 2014

Note 13 Retained Profits	2014 $'000	2013 $'000
Balance at beginning of financial year	**77,773**	68,224
Net (loss)/profit	**(59,071)**	18,594
Dividend paid/payable	**-**	(9,045)
Balance at end of financial year	**18,702**	77,773

Note 14 Business Combination

(a) Acquisition of Azimuth

Effective 2 July 2013 the Group waived the conditions precedent and acquired Azimuth. The compulsory acquisition of Azimuth was completed on 28 August 2013.

	Principal activity	Date of acquisition	Proportion of shares acquired (%)	Consideration transferred $'000
Azimuth Resources Limited	Exploration	2/07/2013	100	**127,067**
				127,067

(b) Consideration transferred

	Azimuth $'000
Issue of fully paid ordinary shares	**126,964**
Issue of options over ordinary shares exercisable at $0.569	**103**
	127,067

Acquisition-related costs amounting to $2,673,000 have been excluded from the consideration transferred and have been recognised as an expense in profit or loss in the current period as Acquisition costs. (refer Note 3).

Notes to the Consolidated Financial Statements
For the Financial Year Ended 30 June 2014

Note 14 Business Combination (Continued)

(c) Assets acquired and liabilities assumed at the date of acquisition

	Azimuth $'000
Current Assets	
Cash and cash equivalents	**7,465**
Trade and other receivables	**246**
Inventories	**539**
Total Current Assets	**8,250**
Non-Current Assets	
Plant and equipment	**2,643**
Exploration properties	**176,492**
Total Non-Current Assets	**179,135**
Current Liabilities	
Trade and other payables	**5,030**
Total Current Liabilities	**5,030**
Non-Current Liabilities	
Other payables	**4,007**
Other financial liabilities	**10,184**
Provisions	**1,225**
Deferred tax liabilities	**39,872**
Total Non-Current Liabilities	**55,288**
	127,067

(d) Net cash outflow on acquisition of subsidiary

The acquisition of Azimuth was a scrip for scrip takeover. No cash was provided as consideration to the former owners and directors of the company. Cash and cash equivalents of $7.5 million were acquired as part of the acquisition.

Notes to the Consolidated Financial Statements
For the Financial Year Ended 30 June 2014

Note 15 Financial Instruments

The fair value of the Group's financial assets and liabilities are determined on the following basis:

Financial Assets and Financial Liabilities that are measured at fair value on a recurring basis

Subsequent to initial recognition, at fair value financial instruments are grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

Levels are defined as follows:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those derived from inputs other than quoted prices included with Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

At 30 June 2014 financial assets and liabilities that are measured on a recurring basis relate to the investments in listed shares (Level 1) which have a value of $Nil (2013: $0.072 million) and the Group's gold and silver forward hedging liability (Level 2) which has a value of $4.2 million (2013: $nil) (refer Note 9).

Financial Assets and Financial Liabilities that are not measured at fair value on a recurring basis (but where fair value disclosures are required)

At 30 June 2014 and 30 June 2013, the carrying amount of financial assets and financial liabilities for the Group is considered to approximate their fair values.

Notes to the Consolidated Financial Statements
For the Financial Year Ended 30 June 2014

Note 16 Subsequent Events

On 7 July 2014, Troy made the first drawdown on the Investec Plc Facility. The funds were used to settle the principal and interest outstanding under the Investec Facility (Note 10 (ii) and (iii)).

On 28 July 2014, Troy released the results of the Karouni Gold Project open-cut pre-feasibility study.

On 5 August 2014, Troy issued 2,030,000 unlisted options to Investec Plc Facility as part consideration for the establishment of the Investec Plc Facility (Note 10 (iii)).

On 11 August 2014, Troy received 7,000,000 unlisted options in Orinoco Gold Limited (OGX) as part consideration for the sale of Sertão Mineração Ltda the Troy subsidiary which holds the tenements and mining approvals for the closed Sertão gold mine in central Brazil.

Other than the above, there are no other matters or circumstances that have arisen since 30 June 2014 that have significantly affected or may significantly affect:

(i) The consolidated entity's operations in future financial years; or

(ii) The results of those operations in future financial years; or

(iii) The consolidated entity's state of affairs in future financial years.

Note 17 Information on Audit

This preliminary final report is based on accounts which are in the process of being audited.

Signed on behalf of the Directors

Mr David R Dix
Non-Executive Chairman of Directors

Perth, Western Australia
Date: 28 August 2014