



TRUSCOTT
MINING CORPORATION LIMITED

ABN: 31 116 420 378

INTERIM FINANCIAL REPORT

FOR THE HALF-YEAR ENDED

31 DECEMBER 2016

TRUSCOTT MINING CORPORATION LIMITED ABN 31 116 420 378

Interim Financial Report

COMPANY DIRECTORY

DIRECTORS

P N Smith – Executive Chairman

M J Povey – Executive Director

R T Moore – Non-Executive Director

COMPANY SECRETARY

M J Povey

REGISTERED OFFICE

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443 Vincent Street West

West Leederville WA 6007

ASX Code: TRM

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AUDITORS

Walker Wayland WA Audit Pty Ltd

(Formerly Hall Chadwick WA Audit Pty Ltd)

Level 2, 129 Melville Parade

Como WA 6152

HOME EXCHANGE

Australian Securities Exchange Ltd

Exchange Plaza

2 The Esplanade

Perth WA 6000

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Security Transfer Registrars

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TRUSCOTT MINING CORPORATION LIMITED ABN 31 116 420 378

Interim Financial Report

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TRUSCOTT MINING CORPORATION LIMITED ABN 31 116 420 378

Interim Financial Report

DIRECTORS' REPORT

Your directors submit the financial report of the company for the half-year ended 31 December 2016.

Directors

The names of directors who held office during or since the end of the half-year:

Peter Neil Smith – executive chairman

Michael Jarvis Povey – executive director and company secretary

Rebecca Teresa Moore – non-executive director

Review of Operations

For the half year, by comparison with the corresponding half year, revenue was down \$12,177 or 8.5% and the loss increased by \$4,994 or 15%.

Rights issues

At the company's 2016 AGM on 28 October 2016 the following performance rights issues were approved:

3,700,000 Class C Performance Rights in lieu of directors' fees

2,600,000 Class D Performance Rights to the executive Directors to recognise sacrifices made by them on behalf of the Company

No funds were raised from the issue of these rights, but there was a saving in cash outflows as a result of the issue of the Class C Performance Rights amounting to \$144,000.

Summary of activities

During the first quarter of 2016/17 Truscott undertook a number of field work programs to further review and confirm the company's understanding of the regional controls over mineral distribution. In addition, particular effort was made to advance the commercial standing of the Hera Project area, by more fully describing the structural setting in order to better facilitate targeting for future drill program planning.

During the second quarter, Truscott expanded the range of its research and field work programs to include areas adjacent to the company's previous studies of the regional controls over mineral distribution. In part, the strategic objective of the exercise was also to provide a basis for acquiring additional exploration tenure against an expectation of an increase of the level of interest in gold exploration in the new-year.

The expanded study area extends across three hundred kilometres, over what is described as the Central Australian Mineral Field, and includes sub-regions designated as Rover, Tennant and Barkly. The entire area appears to fall within a large suture associated with a strike slip zone that drives Riedell shear development. Within these regions, the patterning of known gold mineralisation is evident relative to shear orientation, and across all three regions, appears to fall within a broader distribution that may be exhibiting the characteristics of a pressure shadow.

A summary of the research findings to date was presented to the Northern Territory Government. The entire Central Australian Mineral Field is included in an even more extensive area of interest, on which a substantive government program to acquire new geophysics is about to be commenced.

TRUSCOTT MINING CORPORATION LIMITED ABN 31 116 420 378

**Interim Financial Report
DIRECTORS' REPORT**

Status of Exploration & Development Activities

Westminster Project Area (Truscott: MLC511, MA25952, MA26500, MA26588 all 100%)

Project Status: *Proposed expenditure and earn-in schedule for the drill out and bankable feasibility study work set out.*

Discussions with interested parties, on the commercial requirements to support project development, ongoing.

Work on metamorphic grades and identification of zones of multiple resultant-shearing to target peak mineralisation undertaken.

Planning completed to target the high grade gold zones within ore-body one, with new drilling, and by extending existing drill holes.

Drilling of the potential ore bodies within the larger Westminster extension/compression system scheduled to follow the finalisation of a commercial agreement.

Administrative procedures to increase the size of mining lease initiated.

Hera Project Area (Truscott: EL27731, EL30883) all 100%)

Project Status: *Clearance Certificates issued by AAPA for exploration and mining activities.*

Acquisition of geophysical information over the northern part of the project area planned.

Extensive field work program to support completion of the description for structural controls is ongoing.

Targeted scout drill planned and MMP submitted.

Discussions with parties, interested in forming an earn-in and Joint Venture agreement, ongoing.

Olympus Project Area (Truscott: EL29883, EL30728 all 100%)

Project Status: *Clearance Certificate issued by AAPA for exploration and mining activities.*

Trace of the 083° (D) trans-current shear projected across tenure.

Application of regional structural observations is ongoing.

Acquisition of ground based gravity data planned.

TRUSCOTT MINING CORPORATION LIMITED ABN 31 116 420 378

**Interim Financial Report
DIRECTORS' REPORT**



Peter N Smith
Executive Chairman

***Competent Person's Statement:** The contents of this report, that relate to geology and exploration results, are based on information reviewed by Dr Judith Hanson, who is a consultant engaged by Truscott Mining Corporation Limited and a Member of the Australasian Institute of Mining & Metallurgy. She has sufficient experience relevant to the style of mineralisation and types of deposit under consideration and to the activity being undertaken to qualify as a "Competent Person", as defined in the 2012 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Dr Hanson consents to the inclusion in this presentation of the matters compiled by therein in the form and context in which they appear.*

Auditor's Declaration

The lead auditor's independence declaration under section 307C of the *Corporations Act 2001* is set out on page 4 for the half-year ended 31 December 2016.

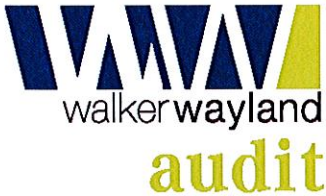
This report is signed in accordance with a resolution of the Board of Directors.



Director

Michael J Povey

Dated this 14th day of March 2017



Walker Wayland WA Audit Pty Ltd

Associated with Walker Wayland (WA) Pty Ltd

ABN 94 608 776 834

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TRUSCOTT MINING CORPORATION LIMITED
ABN 31 116 420 278

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER S 307C OF THE CORPORATION ACT 2001
TO THE DIRECTORS OF TRUSCOTT MINING CORPORATION LIMITED**

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2016 there has been no contraventions of;

- a. the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- b. any applicable code of professional conduct in relation to the review.

Walker Wayland WA Audit Pty Ltd

WALKER WAYLAND WA AUDIT PTY LTD
(FORMERLY HALL CHADWICK WA AUDIT PTY LTD)

A handwritten signature in red ink, appearing to read 'John Dorazio', written over a horizontal line.

JOHN DORAZIO FCA
For and on behalf of
Walker Wayland WA Audit Pty Ltd
COMO

Dated this 14th day of March 2017.



TRUSCOTT MINING CORPORATION LIMITED ABN 31 116 420 378

Interim Financial Report

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2016**

	Note	31.12.2016	31.12.2015
		\$	\$
Revenue	2	131,162	143,339
Expenses			
Consultants		6,500	(3,375)
Directors' remuneration		(72,000)	(72,000)
Directors' performance rights		(6,760)	(7,475)
Depreciation		(344)	(454)
Superannuation expenses		(868)	(884)
Wages and salaries		(9,130)	(9,300)
Compliance and regulatory expenses		(46,697)	(44,244)
Exploration evaluation and development costs written off		0	(15,801)
Other expenses		(14,719)	(11,635)
Loss before income tax		(12,856)	(21,829)
Income tax (expense)/benefit		(25,469)	(11,502)
Loss for the period		<u>(38,325)</u>	<u>(33,331)</u>
Other comprehensive income			
Other comprehensive income for the year, net of tax		0	0
Total comprehensive loss for the period		<u>(38,325)</u>	<u>(33,331)</u>
Loss attributable to:			
Members of the company		<u>(38,325)</u>	<u>(33,331)</u>
Total comprehensive loss attributable to:			
Members of the company		<u>(38,325)</u>	<u>(33,331)</u>
Earnings per share			
From continuing operations			
Basic and diluted loss per share (cents per share)		(0.036)	(0.036)

The accompanying notes form part of these financial statements.

TRUSCOTT MINING CORPORATION LIMITED ABN 31 116 420 378

Interim Financial Report

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2016

	Note	31.12.2016	30.06.2016
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		13,486	46,861
Trade and other receivables		101,988	171,957
Other current assets		8,760	4,615
TOTAL CURRENT ASSETS		<u>124,234</u>	<u>223,433</u>
NON-CURRENT ASSETS			
Property, plant and equipment		9,428	10,652
Deferred exploration, evaluation and development expenditure	3	7,703,045	7,583,685
TOTAL NON-CURRENT ASSETS		<u>7,712,473</u>	<u>7,594,337</u>
TOTAL ASSETS		<u><u>7,836,707</u></u>	<u><u>7,817,770</u></u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	4	36,547	70,082
TOTAL CURRENT LIABILITIES		<u>36,547</u>	<u>70,082</u>
NON-CURRENT LIABILITIES			
Trade and other payables	4	446,466	445,998
Borrowings	5	10,000	0
Deferred tax liabilities		205,101	179,632
TOTAL NON-CURRENT LIABILITIES		<u>661,567</u>	<u>625,630</u>
TOTAL LIABILITIES		<u>698,114</u>	<u>695,712</u>
NET ASSETS		<u><u>7,138,593</u></u>	<u><u>7,122,058</u></u>
EQUITY			
Issued capital	6	8,467,628	8,467,628
Reserves		85,830	30,970
Accumulated losses		(1,414,865)	(1,376,540)
TOTAL EQUITY		<u>7,138,593</u>	<u>7,122,058</u>

The accompanying notes form part of these financial statements.

TRUSCOTT MINING CORPORATION LIMITED ABN 31 116 420 378

Interim Financial Report

STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2016

	\$	\$	\$	\$
	Ordinary Shares	Accumulated losses	Options/ Rights Reserve	Total
Balance at 1.7.2015	8,130,895	(1,332,520)	0	6,798,375
Rights reserve on issue of rights	0	0	30,970	30,970
Loss attributable to the members	0	(33,331)	0	(33,331)
Balance at 31.12.2015	<u>8,130,895</u>	<u>(1,365,851)</u>	<u>30,970</u>	<u>6,796,014</u>
Balance at 1.7.2016	8,467,628	(1,376,540)	30,970	7,122,058
Rights reserve on issue of rights	0	0	54,860	54,860
Loss attributable to the members	0	(38,325)	0	(38,325)
Balance at 31.12.2016	<u><u>8,467,628</u></u>	<u><u>(1,414,865)</u></u>	<u><u>85,830</u></u>	<u><u>7,138,593</u></u>

The accompanying notes form part of these financial statements.

TRUSCOTT MINING CORPORATION LIMITED ABN 31 116 420 378

Interim Financial Report

STATEMENT OF CASHFLOWS FOR THE HALF-YEAR ENDED 31 DECEMBER 2016

	31.12.2016	31.12.2015
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(85,510)	(66,227)
Refundable research & development tax offset	103,534	80,193
Interest received	632	1,083
Net cash provided/(used) by operating activities	<u>18,656</u>	<u>15,049</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for exploration, evaluation and development expenditure	(62,031)	(60,059)
Net cash used in investing activities	<u>(62,031)</u>	<u>(60,059)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds of borrowings	10,000	-
Net cash provided in financing activities	<u>10,000</u>	<u>-</u>
Net (decrease)/increase in cash held	(33,375)	(45,010)
Cash and cash equivalents at beginning of period	46,861	88,930
Cash and cash equivalents at end of period	<u><u>13,486</u></u>	<u><u>43,920</u></u>

The accompanying notes form part of these financial statements.

TRUSCOTT MINING CORPORATION LIMITED ABN 31 116 420 378

Interim Financial Report

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2016

NOTE 1: BASIS OF PREPARATION

These general purpose interim financial statements for the half-year reporting period ended 31 December 2016 have been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: Interim Financial Reporting. The Company is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Truscott Mining Corporation Ltd. As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Company. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Company for the year ended 30 June 2016, together with any public announcements made during the half-year.

These interim financial statements were authorised for issue on 14th March, 2017.

Accounting Policies

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements, except for the following:

Share based payments (performance rights) were provided to the Directors in lieu of cash payments owing to the Directors for their Directors' fees and for other past services. The fair value of the Performance Rights is measured at grant date using the Hoadley Valuation Model.

In relation to amounts owing for the Directors' fees, where the fair value of the performance rights differs from the cash amount payable for the Directors' fees, any resulting gain or loss is recognised in the Statement of Profit or Loss and Other Comprehensive Income.

In relation to the other past services provided by the Directors, and for which no provision had been made, the fair value of the performance rights is recognised as a cost with a corresponding increase in equity.

Adoption of new and revised standards

Standards and Interpretations applicable to current interim period

The directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB and there are none that are relevant to the Company and effective for the current interim reporting period.

Critical Accounting Estimates and Judgements

The critical estimates and judgements are consistent with those applied and disclosed in the June 2016 annual report.

Going concern

For the half year ended 31 December 2016, the company incurred a loss of \$38,325, and had net cash outflows of \$33,375 as disclosed in the Statement of Profit or Loss and Other Comprehensive Income and the Statement of Cash Flows respectively. As a result of the need for continued cash outflows from operating and investing activities the directors have assessed the Company's ability to continue as a going concern and to pay its debts as and when they fall due.

The Company's ability to fund exploration commitments and for use as working capital is dependent upon raising additional capital now and in future years, selling assets, or deriving revenue from existing operations. Subsequent to balance date the Company expects to receive a refund from the ATO of approximately \$85,000 resulting from an R&D tax concession claim for the 2015/16 financial year.

TRUSCOTT MINING CORPORATION LIMITED ABN 31 116 420 378

Interim Financial Report

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2016

NOTE 1: BASIS OF PREPARATION (Cont'd)

Going concern (Cont'd)

The Directors of the Company advise the following initiatives have been taken or are being pursued/considered to raise additional funding:

1. A joint venture arrangement for its Westminster Project – discussions continuing with interested parties;
2. A joint venture for the Company's other projects – discussions continuing with interested parties;
3. A share placement at 2.5 cents to raise \$200,000 before costs is currently being undertaken;
4. Additional funding at price levels that are consistent with the company's current share price; and
5. The Directors have deferred payment of no less than 50% for consulting services and fully deferred payment of directors' fees until the Company has the cash resources to pay these in full.

Accordingly, the Directors have prepared the financial statements on a going concern basis. As such, the financial statements do not include any adjustments as to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessary should the entity not continue as a going concern.

NOTE 2: REVENUE

	31.12.2016	31.12.2015
The following revenue items are relevant in explaining the financial performance for the interim period:	\$	\$
Interest received from other persons	262	1,083
Refundable research & development tax offset	35,000	21,751
Gain on remuneration liability settled by share based payments	95,900	120,505
	<u>131,162</u>	<u>143,339</u>

Gain on remuneration liability settled by share based payments:

2016

At the Company's 2016 AGM the shareholders agreed to issue the Directors 3,700,000 Class C Performance rights in lieu of their directors' fees of \$144,000 for the 2015/16 year.

The gain arose due to the difference between the amount of \$144,000 payable to the directors for their fees and the estimated value of those rights granted of \$48,100, as independently valued.

2015

At the Company's 2015 AGM the shareholders agreed to issue the Directors 3,700,000 Class A Performance rights in lieu of their directors' fees of \$144,000 for the 2014/15 year.

The gain arose due to the difference between the amount of \$144,000 payable to the directors for their fees and the estimated value of those rights granted of \$23,495, using the Hoadley Valuation Model.

TRUSCOTT MINING CORPORATION LIMITED ABN 31 116 420 378

Interim Financial Report

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2016

NOTE 3: DEFERRED EXPLORATION, EVALUATION AND DEVELOPMENT EXPENDITURE

	S
Carrying amount at 1 July 2016 – at cost	7,583,685
Deferred exploration, evaluation and development expenditure during the period – at cost	<u>119,360</u>
Carrying amount at 31 December 2016 – at cost	<u><u>7,703,045</u></u>

The ultimate recoupment of the above deferred exploration expenditure is dependent upon the successful development and commercial exploitation or, alternatively, sale of the respective areas of interest. All of the above expenditure relates to exploration phase.

	31.12.2016	30.06.2016
	S	S
NOTE 4: TRADE AND OTHER PAYABLES		
- CURRENT		
Sundry payables and accrued expenses	<u>36,547</u>	<u>70,082</u>
	<u><u>36,547</u></u>	<u><u>70,082</u></u>
- NON-CURRENT		
Amounts due to related parties:		
Consulting fees	374,466	301,998
Directors' fees	<u>72,000</u>	<u>144,000</u>
	<u><u>446,466</u></u>	<u><u>445,998</u></u>

NOTE 5: BORROWINGS – NON-CURRENT

Loan from Director (unsecured)	<u>10,000</u>	<u>0</u>
	<u><u>10,000</u></u>	<u><u>0</u></u>

NOTE 6: ISSUED CAPITAL

	31.12.2016	30.6.2016
(i) Issued and paid up capital:		
107,845,544 (30 June 2016: 107,845,544) fully paid ordinary shares	\$8,467,628	\$8,467,628

	Half-year to 31.12.2016		Year ended 30.6.2016	
	No. of shares	S	No. of shares	S
(ii) Movements in shares on issue				
Opening balance 1 July	107,845,544	8,467,628	93,375,134	8,130,895
Shares issued 5/02/16 as per rights issue at 2.5 cents	0	0	14,365,410	359,135
Shares issued 5/02/16 to contractor at 2.5 cents	0	0	105,000	2,625
Less costs of issues	0	0	0	(25,027)
Closing balance	<u><u>107,845,544</u></u>	<u><u>8,467,628</u></u>	<u><u>107,845,544</u></u>	<u><u>8,467,628</u></u>

TRUSCOTT MINING CORPORATION LIMITED ABN 31 116 420 378

Interim Financial Report

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2016

NOTE 6: ISSUED CAPITAL (Cont'd)

(iii) Holders of ordinary shares have the right to receive dividends as declared and in the event of winding up of the company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of shares held and the amount paid up. Shareholders are entitled to one vote per share held either in person or by proxy at a meeting of the company when a poll is called, otherwise each shareholder has one vote on a show of hands.

At the 2016 AGM the shareholders agreed to issue 3,700,000 Class C Performance Rights and 2,600,000 Class D Performance rights to the Directors. These rights do not vest before 1 July 2017 and are subject to milestones being met. These milestones are: a closing price of 6 cents for Class C Performance Rights and 15 cents for Class D Performance Rights, on 20 consecutive days when the company's ordinary shares have traded. Both classes of rights expire on 28/10/2020.

(iv) At no time during the 6 months did the Company have any options on issue.

NOTE 7: SEGMENT INFORMATION

The company operated solely in Australia in mineral exploration for the whole of the period.

NOTE 8: CONTINGENT LIABILITIES

The Directors are not aware of any contingent liabilities as at the date of this report.

NOTE 9: EVENTS SUBSEQUENT TO REPORTING DATE

Other than a current capital raising being undertaken for the issue of 8,000,000 fully paid ordinary shares at 2.5 cents to sophisticated and professional investors to raise \$200,000 before costs, the directors are not aware of any matter or circumstance since 31 December 2016 that has significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company in subsequent financial years.

NOTE 10: COMMITMENTS

Operating lease commitments

The Company does not have any operating leases.

Capital expenditure commitments

Estimated commitments for which no provisions were included in the financial statements are as follows:

Exploration Expenditure Commitments

The company has obligations to perform minimum annual exploration work totalling \$167,500 on its properties.

TRUSCOTT MINING CORPORATION LIMITED ABN 31 116 420 378

Interim Financial Report

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2016

NOTE 11: RELATED PARTY DISCLOSURES

Transactions with related parties:

Peter N Smith is a director of Resource Investments & Consulting Pty Ltd which provided mine engineering and geological services totalling \$91,800 during the 6 months ended 31.12.2016 (6 months ended 31.12.2015 \$75,600). Of the \$91,800, by agreement, the Company has deferred payment of \$55,080 until the Company has the capacity to pay. If necessary, Mr Smith has agreed to have some or all of the payment satisfied by the issue of shares, subject to shareholder approval.

Michael J Povey is the principal of an accounting practice which provided accounting and company secretarial services totalling \$21,600 during the 6 months ended 31.12.2016 (6 months ended 31.12.2015 \$21,600). Of the \$21,600, by agreement, the Company has deferred payment of \$10,800 until the Company has the capacity to pay. If necessary, Mr Povey has agreed to have some or all of the payment satisfied by the issue of shares, subject to shareholder approval.

TRUSCOTT MINING CORPORATION LIMITED ABN 31 116 420 378

Interim Financial Report

DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 5 to 13 are in accordance with the *Corporations Act 2001*, including:
 - a. complying with Accounting Standard AASB 134: Interim Financial Reporting; and
 - b. giving a true and fair view of the company's financial position as at 31 December 2016 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.

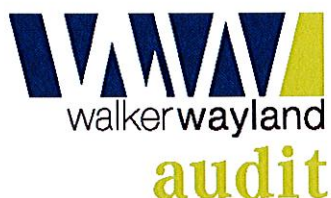
This declaration is made in accordance with a resolution of the Board of Directors.

Director



Michael J Povey

Dated this 14th day of March 2017



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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF TRUSCOTT MINING CORPORATION LIMITED

Report on the Half-year Financial Report

We have reviewed the accompanying half-year financial report of Truscott Mining Corporation Limited, which comprises the statement of financial position as at 31 December 2016, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the half-year then ended on that date, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration of the company.

Directors' Responsibility for the Half-year Financial Report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410: Review of a 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 half-year financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of Truscott Mining Corporation Limited's financial position as at 31 December 2016 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001. As the auditor of Truscott Mining Corporation Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year 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*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Truscott Mining Corporation Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

Conclusion

Bases on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Truscott Mining Corporation Limited is not in accordance with the *Corporations Act 2001*, including:

- i. giving a true and fair view of the company's financial position as at 31 December 2016 and of its performance for the half- year ended on that date; and
- ii. complying with Australian Accounting Standards AASB 134: Interim Financial Reporting and the *Corporations Regulations 2001*.

Inherent Uncertainty Regarding Continuation as a Going Concern

Without qualification to the conclusion expressed above, attention is drawn to the following matter. As a result of matters described in Note 1 – Going Concern to the financial report, there is significant uncertainty whether the entity will be able to pay its debts as and when they fall due and payable and realise its assets and extinguish its liabilities in the normal course of operations and at the amounts stated in the financial report. The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessary should the entity not continue as a going concern.

Walker Wayland WA Audit Pty Ltd

WALKER WAYLAND WA AUDIT PTY LTD
(FORMERLY HALL CHADWICK WA AUDIT PTY LTD)



JOHN DORAZIO FCA
For and on behalf of
Walker Wayland WA Audit Pty Ltd
COMO

Dated this 14th day of March 2017