



**INTERIM FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED  
31 MARCH 2018**

# THUNDELARRA LIMITED

ABN 74 950 465 654

## INTERIM FINANCIAL STATEMENTS – 31 MARCH 2018

### **CONTENTS**

Directors' Report.....	1
Declaration of Auditor's Independence.....	2
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income.....	3
Condensed Consolidated Statement of Financial Position.....	4
Condensed Consolidated Statement of Changes in Equity.....	5
Condensed Consolidated Statement of Cash Flows .....	6
Condensed Notes to the Consolidated Financial Statements.....	7
Directors' Declaration.....	15
Independent Auditor's Review Report.....	16

**THUNDELARRA LIMITED**  
**ABN 74 950 465 654**

***CORPORATE DIRECTORY***

**DIRECTORS**

Philip G Crabb	(Chairman)
Frank DeMarte	(Executive Director)
Malcolm R J Randall	(Non-Executive Director)
Rick W Crabb	(Non-Executive Director)

**CHIEF EXECUTIVE OFFICER**

Antony Lofthouse

**COMPANY SECRETARY**

Frank DeMarte

**REGISTERED OFFICE AND  
PRINCIPAL PLACE OF  
BUSINESS**

Level 2, 47 Stirling Highway  
NEDLANDS WA 6009

Telephone: (08) 9389 6927

Email: [info@thundelarra.com](mailto:info@thundelarra.com)

Website: [www.thundelarra.com](http://www.thundelarra.com)

**SHARE REGISTRY**

Computershare Investor Services Pty Ltd  
Level 11, 172 St Georges Terrace  
PERTH WA 6000

Telephone: 1300 850 505 (within Australia)  
+61 3 9415 4000 (outside Australia)

Facsimile: +61 3 9323 2030

**AUDITORS**

Stantons International Audit and Consulting Pty Ltd  
Level 2, 1 Walker Avenue  
WEST PERTH WA 6005

**STOCK EXCHANGE LISTING**

The Company's shares are listed and quoted on the Australian Securities Exchange Limited ("ASX").

Home Exchange: Perth, Western Australia

**ASX CODES**

THX  
THXOB

**THUNDELARRA LIMITED**  
**ABN 74 950 465 654**

## ***DIRECTORS' REPORT***

Your directors present financial statements for the half year ended 31 March 2018.

### **DIRECTORS**

The names of the Company's directors in office during the half year and until the date of this statement are set out below. The directors were in office for the entire period unless otherwise stated.

Philip G Crabb	(Chairman)
Frank DeMarte	(Executive Director)
Malcolm J Randall	(Non-Executive Director)
Rick W Crabb	(Non-Executive Director) (Appointed 20 November 2017)

### **RESULT**

The consolidated entity incurred an after tax operating loss for the half year ended 31 March 2018 of \$3,235,864 (31 March 2017 loss \$2,373,292).

### **PRINCIPAL ACTIVITY**

The principal activities of the consolidated entity during the financial half year were in the exploration for mineral resources in Australia.

### **REVIEW OF OPERATIONS**

During the period, the Company continued its exploration activities in Australia.

### **EVENTS SUBSEQUENT TO REPORTING DATE**

#### *Sale of Uranium Interest in and around Hayes Creek*

In April 2018, pursuant to a Deed of Variation in respect to the Mining Asset Sale Agreement, Thundelarra has agreed to receive proceeds of \$100,000 in full and final settlement of the balance due in relation to the sale of its uranium interests in and around the Hayes Creek area.

### **AUDITOR'S INDEPENDENCE DECLARATION**

The Auditor's Independence Declaration to the Directors of Thundelarra Limited is set out on page 2 and forms part of the Directors' Report for the period ended 31 March 2018.

This statement is signed in accordance with a resolution of the Directors:



Frank DeMarte  
Executive Director

Perth, Western Australia  
14 June 2018

14 June 2018

Board of Directors  
Thundelarra Limited  
Level 2, 47 Stirling Highway  
NEDLANDS, WA 6009

Dear Sirs

**RE: THUNDELARRA LIMITED**

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Thundelarra Limited.

As Audit Director for the review of the financial statements of Thundelarra Limited for the period ended 31 March 2018, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours faithfully

**STANTONS INTERNATIONAL AUDIT AND CONSULTING PTY LTD**  
**(Trading as Stantons International)**  
**(An Authorised Audit Company)**



**Martin Michalik**  
**Director**

**THUNDELARRA LIMITED**  
ABN 74 950 465 654

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME  
FOR THE HALF YEAR ENDED 31 MARCH 2018**

	Notes	Consolidated	
		31 March 2018 \$	31 March 2017 \$
<b>REVENUE FROM CONTINUING OPERATIONS</b>			
Revenue	3(a)	64,609	37,526
Other income	3(b)	20,214	603,350
		84,823	640,876
<b>EXPENDITURE</b>			
Depreciation expenses		(29,743)	(16,772)
Employee benefits expenses	3(c)	(384,419)	(651,214)
Exploration expenses written off	3(d)	(2,648,587)	(2,053,097)
Administration expenses	3(e)	(257,938)	(293,085)
<b>Profit/(Loss) from continuing operations before income tax expense</b>		<b>(3,235,864)</b>	<b>(2,373,292)</b>
Income tax expense		-	-
<b>Net Profit/(Loss) from continuing operations for the period</b>		<b>(3,235,864)</b>	<b>(2,373,292)</b>
<b>Other comprehensive income</b>		-	-
<b>Total comprehensive income/(loss) for the period</b>		<b>(3,235,864)</b>	<b>(2,373,292)</b>
<b>Net Profit/(Loss) attributable to: Members of the parent entity</b>		<b>(3,235,864)</b>	<b>(2,373,292)</b>
<b>Comprehensive income/(loss) attributable to: Members of the parent entity</b>		<b>(3,235,864)</b>	<b>(2,373,292)</b>
Earnings per share for profit/(loss) from continuing operations attributable to the ordinary equity holders of the parent entity:			
		<b><u>Cents per share</u></b>	<b><u>Cents per share</u></b>
Basic earnings/(loss) for the half year	4	(0.51)	(0.56)
Diluted earnings/(loss) for the half year	4	(0.51)	(0.56)

The accompanying condensed notes form part of the financial statements.

**THUNDELARRA LIMITED**  
ABN 74 950 465 654

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2018**

	Notes	Consolidated	
		31 March 2018 \$	30 September 2017 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	5	3,680,555	4,630,313
Trade and other receivables		111,265	19,528
Other financial assets		202,729	182,515
<b>Total Current Assets</b>		<b>3,994,549</b>	<b>4,832,356</b>
<b>Non-Current Assets</b>			
Other receivables		248,606	248,606
Property, plant and equipment		175,334	112,077
<b>Total Non-Current Assets</b>		<b>423,940</b>	<b>360,683</b>
<b>TOTAL ASSETS</b>		<b>4,418,489</b>	<b>5,193,039</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables		402,413	672,686
Provisions		217,650	199,799
<b>Total Current Liabilities</b>		<b>620,063</b>	<b>872,485</b>
<b>Non-Current Liabilities</b>			
Provisions		29,299	-
<b>Total Non-Current Liabilities</b>		<b>29,299</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>		<b>649,362</b>	<b>872,485</b>
<b>NET ASSETS</b>		<b>3,769,127</b>	<b>4,320,554</b>
<b>EQUITY</b>			
Contributed equity	6	62,360,252	59,692,721
Reserves		8,211,279	8,194,373
Accumulated losses		(66,802,404)	(63,566,540)
<b>TOTAL EQUITY</b>		<b>3,769,127</b>	<b>4,320,554</b>

The accompanying condensed notes form part of the financial statements.

**THUNDELARRA LIMITED**  
ABN 74 950 465 654

**CONDENSED STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF YEAR ENDED 31 MARCH 2018**

CONSOLIDATED	Issued Capital	Accumulated Profit / (losses)	Other reserves	Total Equity
	\$	\$	\$	\$
<b>Balance at 1 October 2017</b>	59,692,721	(63,566,540)	8,194,373	4,320,554
<b><i>Total comprehensive income for the period</i></b>				
Profit/(Loss) for the period	-	(3,235,864)	-	(3,235,864)
Other comprehensive income/(loss)	-	-	-	-
<b><i>Total comprehensive income/(loss) for the period</i></b>	-	(3,235,864)	-	(3,235,864)
<b><i>Transactions with owners recorded directly in equity:</i></b>				
Shares issued, net of transaction costs	2,667,531	-	-	2,667,531
Recognised value of share based payments	-	-	16,906	16,906
<b>Balance at 31 March 2018</b>	62,360,252	(66,802,404)	8,211,279	3,769,127

CONSOLIDATED	Issued Capital	Accumulated Profit / (losses)	Other reserves	Total Equity
	\$	\$	\$	\$
<b>Balance at 1 October 2016</b>	57,461,564	(60,998,461)	7,840,338	4,303,441
<b><i>Total comprehensive income for the period</i></b>				
Profit/(Loss) for the period	-	(2,373,292)	-	(2,373,292)
Other comprehensive income/(loss)	-	-	-	-
<b><i>Total comprehensive income/(loss) for the period</i></b>	-	(2,373,292)	-	(2,373,292)
<b><i>Transactions with owners recorded directly in equity:</i></b>				
Shares issued, net of transaction costs	157,500	-	-	157,500
Recognised value of share based payments	-	-	319,035	319,035
<b>Balance at 31 March 2017</b>	57,619,064	(63,371,753)	8,159,373	2,406,684

The accompanying condensed notes form part of the financial statements.

**THUNDELARRA LIMITED**  
ABN 74 950 465 654

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE HALF YEAR ENDED 31 MARCH 2018**

	Notes	Consolidated	
		31 March 2018 \$	31 March 2017 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Payments to suppliers and employees		(848,055)	(584,036)
Other revenue received		-	401,256
Interest received		63,991	50,696
<b>Net cash flows (used in) operating activities</b>		<u>(784,064)</u>	<u>(132,084)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payments for exploration and evaluation expenditure		(2,330,966)	(1,963,747)
Payments for tenements		-	(50,000)
Payments for plant and equipment		(92,999)	(473)
Proceeds from sale of investment		-	364,957
Redemption of security deposits		-	70,783
<b>Net cash flows (used in) investing activities</b>		<u>(2,423,977)</u>	<u>(1,578,480)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from issue of shares and options		2,322,438	-
Proceeds from borrowings		-	-
Share issue costs		(64,167)	-
<b>Net cash flows from financing activities</b>		<u>2,258,271</u>	<u>-</u>
<b>Net (decrease) in cash and cash equivalents</b>		(949,758)	(1,710,564)
<b>Cash and cash equivalents at the beginning of the period</b>		<u>4,630,313</u>	<u>3,817,917</u>
<b>Cash and cash equivalents at the end of the period</b>	5	<u><u>3,680,555</u></u>	<u><u>2,107,353</u></u>

The accompanying condensed notes form part of the financial statements

**CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED 31 MARCH 2018**

**(1) CORPORATE INFORMATION**

This financial report includes the consolidated financial statements and notes of Thundelarra Limited and its controlled entities ("Consolidated Entity or Group").

**(2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Preparation**

The consolidated half-year financial report is a general purpose financial report which has been prepared in accordance with AASB 134: *Interim Financial Reporting* and the Corporations Act 2001.

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Consolidated Entity as the full financial report.

It is recommended that the half-year financial report be read in conjunction with the annual report for the year ended 30 September 2017 and considered together with any public announcements made by Thundelarra Exploration Ltd and its controlled entities during the period ended 31 March 2018 in accordance with the continuous disclosure obligations of the ASX listing rules.

The half-year financial report complies with the Corporations Act 2001 and AASB 134 "Interim Financial Reporting".

Apart from the changes in accounting policy noted below, the accounting policies and methods of computation are the same as those adopted in the most recent annual financial report.

**Changes in Accounting Policy**

New and revised Accounting Standards and Interpretations.

The consolidated entity has adopted all of the new and revised Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. The adoption of these new and revised Accounting Standards and Interpretations has not resulted in a significant or material change to the consolidated entity's accounting policies.

All new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been adopted early by the consolidated entity.

**Basis of Consolidation**

The half-year consolidated financial statements comprise the financial statements of Thundelarra Limited and its subsidiaries as at 31 March 2018 ('the Group').

**Estimates**

The preparation of the interim financial report requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this consolidated interim financial report, the significant judgements made by management in applying the consolidated entity's accounting policies and the key sources of estimation were the same as those that applied to the consolidated financial report as at and for the year ended 30 September 2017.

**Principles of Consolidation**

The interim consolidated financial statements comprise of Thundelarra Limited and its subsidiaries (the Group) as at 31 March 2018.

The financial statements of the subsidiary are prepared for the same reporting period as the Parent company, using consistent accounting policies. Adjustments are made to bring into line any dissimilar accounting policies that may exist.

All intercompany balances and transactions, including unrealised profits arising from intra-group transactions, have been eliminated.

**CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED 31 MARCH 2018**

**Interests in Joint Ventures**

A joint venture is a contractual arrangement whereby two or more parties undertake an economic activity that is subject to joint control. The Group recognises its interest in the jointly controlled operations by recognising the assets that it controls and the liabilities that it incurs. The Group also recognises the expenses that it incurs and its share of the income that it earns from the sale of goods or services by the jointly controlled operations.

**Tax Consolidation**

The Company and its wholly owned Australian subsidiaries have formed a tax consolidated group with effect from 1 October 2008. The head entity within the group is Thundelarra Limited (previously Thundelarra Exploration Ltd).

Current income tax expenses/income and deferred tax liabilities and assets are recognised in the separate financial statements of members of the tax consolidated group using the 'separate taxpayer within the group' approach. This approach determines the tax obligations of entities within the tax consolidated group after accounting for any consolidated adjustments.

Any current tax liabilities/(assets) and deferred tax assets arising from unused tax losses of the subsidiaries are assumed by the head entity in the tax consolidated group and are recognised as amounts payable/(receivable) to/(from) other entities in the tax consolidated group.

**Mineral Exploration and Evaluation**

The application of the Group's accounting policy for exploration and evaluation expenditure requires judgment in determining whether it is likely that future economic benefits are likely either from future exploitation or sale or where activities have not reached a stage which permits a reasonable assessment of the existence of reserves. The determination of a Joint Ore Reserves Committee (JORC) resource is itself an estimation process that requires varying degrees of uncertainty depending on sub-classification and these estimates directly impact the point of deferral of exploration and evaluation expenditure. The deferral policy requires management to make certain estimates and assumptions about future events or circumstances, in particular whether an economically viable extraction operation can be established. Estimates and assumptions made may change if new information becomes available. If, after expenditure is capitalised, information becomes available suggesting that the recovery of expenditure is unlikely, the amount capitalised is written off in the statement of comprehensive income in the period when the new information becomes available.

Exploration, evaluation and development costs are accumulated in respect of each separate area of interest. Exploration and evaluation costs are carried forward where right of tenure of the area of interest is current and they are expected to be recouped through sale or successful development and exploitation of the area of interest. When an area of interest is abandoned or the directors decide that it is not commercial, any accumulated costs in respect of that area are written off in the financial period the decision was made. Each area of interest is also reviewed at the end of each accounting period and accumulated costs written off to the extent that they may not be recoverable in the future. Amortisation is not charged on costs carried forward in respect of areas of interest in the development phase until production commences.

**Going Concern**

The financial statements have been prepared on a going concern basis.

The Group recorded a loss of \$3,235,864 for the half year ended 31 March 2018. Total exploration expenditure recognised in the half year is \$2,648,587. The Group has cash assets of \$3,680,555 as at 31 March 2018 and investments held for trading and available for sale valued at \$202,729 at the reporting date. The directors believe the going concern basis of preparation of the financial statements is appropriate.

**CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED 31 MARCH 2018**

**3. REVENUE AND EXPENSES**

Revenues and expenses from continuing operations:-

	Consolidated	
	31 March 2018 \$	31 March 2017 \$
<b>(a) Revenue</b>		
Bank interest received and receivable	64,609	37,526
<b>(b) Other Income</b>		
Research and development refund	-	401,256
Increase in market value of investments	20,214	37,137
Net gain on disposal of investment	-	164,957
	<u>20,214</u>	<u>603,350</u>
Total Revenues	<u>84,823</u>	<u>640,876</u>
<b>(c) Employee Benefits Expense</b>		
Salaries and wages	(367,513)	(332,179)
Share based payments	(16,906)	(319,035)
	<u>(384,419)</u>	<u>(651,214)</u>
<b>(d) Exploration Expenditure written off</b>		
Exploration costs written off	<u>(2,648,587)</u>	<u>(2,053,097)</u>
<b>(e) Other expenses</b>		
General and other administrative expenses	<u>(257,938)</u>	<u>(293,085)</u>

**4. EARNINGS / (LOSS) PER SHARE**

	Consolidated	
	31 March 2018 \$	31 March 2017 \$
Basic earnings/(loss) (cents per share)	(0.51)	(0.56)
Diluted earnings/(loss) (cents per share)	(0.51)	(0.56)
Weighted average number of ordinary shares on issue during the period used in the calculation of:		
• Basic earnings per share	633,920,692	423,990,170
• Diluted earnings per share	633,920,692	423,990,170

**5. CASH AND CASH EQUIVALENTS**

For the purposes of the half year Condensed Consolidated Statement of Cash Flows, cash and cash equivalents comprise the following:

	Consolidated	
	31 March 2018 \$	30 September 2017 \$
Cash at bank and in hand	480,555	358,470
Short-term deposits	3,200,000	4,271,843
	<u>3,680,555</u>	<u>4,630,313</u>

**CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
 FOR THE HALF YEAR ENDED 31 MARCH 2018**

**6. CONTRIBUTED EQUITY**

**(a) Issued and paid up capital**

	Consolidated	
	31 March 2018	30 September 2017
	\$	\$
<b>Ordinary shares</b>		
Issued and fully paid	62,360,252	59,692,721

**(b) Movement in ordinary shares on issue**

	Number of Shares	Issue Price \$	Total \$
1/10/2017 Opening balance	528,183,479		59,692,721
3/10/2017 Rights issue – shortfall shares	68,910,786	0.025	1,722,769
3/10/2017 Placement	38,000,000	0.025	950,000
9/11/2017 Exercise of quoted options	1,618	0.05	81
Less: share issue costs	-		(5,319)
<b>At 31 March 2018</b>	<b>635,095,883</b>		<b>62,360,252</b>

**THUNDELARRA LIMITED**

ABN 74 950 465 654

**CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED 31 MARCH 2018**

**6. CONTRIBUTED EQUITY (continued)**

**(b) Movement in options on issue**

<b>31 March 2018</b>	<b>Balance at the Beginning of the Period 1 October 2017</b>	<b>Issued During the Period</b>	<b>Exercised During the Period</b>	<b>Expired During the Period</b>	<b>Balance at the End of the Period 31 March 2018</b>
Unquoted options exercisable at 6 cents each on or before 28 February 2019	11,500,000	-	-	-	11,500,000
Unquoted options exercisable at 8 cents each on or before 4 September 2018	3,150,000	-	-	-	3,150,000
Unquoted options exercisable at 8 cents each on or before 26 February 2021	3,000,000	-	-	-	3,000,000
Unquoted options exercisable at 10 cents each on or before 30 June 2018	4,000,000	-	-	-	4,000,000
Unquoted options exercisable at 6 cents each on or before 14 November 2019	4,350,000	-	-	-	4,350,000
Unquoted options exercisable at 7 cents each on or before 23 February 2022	8,000,000	-	-	-	8,000,000
Quoted options exercisable at 5 cents each on or before 30 September 2019	50,843,940	58,455,399	(1,618)	-	109,297,721
Unquoted options exercisable at 4 cents each on or before 18 December 2020	-	2,500,000	-	-	2,500,000
<b>Total</b>	<b>84,843,940</b>	<b>60,955,399</b>	<b>(1,618)</b>	<b>-</b>	<b>145,797,721</b>

**CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED 31 MARCH 2018**

**7. SEGMENT INFORMATION**

Thundelarra Limited operates within the exploration industry in Australia.

**8. SUBSEQUENT EVENTS**

*Sale of Uranium Interest in and around Hayes Creek*

In April 2018, pursuant to a Deed of Variation in respect to the Mining Asset Sale Agreement, Thundelarra has agreed to receive proceeds of \$100,000 in full and final settlement of the balance due in relation to the sale of its uranium interests in and around the Hayes Creek area.

**9. CONTINGENT LIABILITIES**

In the opinion of the Directors, there are no contingent liabilities as at 31 March 2018, and none have arisen as at the date of this financial report.

**10. SHARE BASED PAYMENTS**

**(a) Recognised share based payment expenses**

The expense recognised for services received during the period is shown in the table below:

	Consolidated	
	31 March 2018	31 March 2017
	\$	\$
Expense arising from options issued to Directors, employees and contractors	16,906	319,035

**(b) Issue of Director and Employee Options**

The Company has an Employee Share Option Plan in place which was approved by shareholders on 26 February 2016. During the 6 months ended 31 March 2018 there were 2,500,000 options granted or issued to employees during the reporting period (2017: 4,350,000). No options were granted or issued to Directors during the reporting period.

**(c) Directors and Employee Options**

The following table illustrates the number and weighted average exercise price of and the movements in share options issued during the period:

	Number of Options	WAEP \$
Outstanding at beginning of the period	84,843,940	0.06
Granted during the period	60,955,399	0.05
Exercised during the period	(1,618)	(0.05)
Lapsed during the period	-	-
Outstanding at end of the period	145,797,721	0.05
Exercisable at the end of the period	143,297,721	0.05

**11. INTEREST IN JOINT VENTURES**

**CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED 31 MARCH 2018**

The Consolidated Entity also has a number of interests in joint ventures to explore for uranium and other minerals. The Consolidated Entity's share of expenditure in respect to these exploration and evaluation activities is either expensed or capitalised depending on the stage of development and no revenue is generated.

The Consolidated Entity's share in these joint venture activities is as follows:

Joint Venture	Principal Activities	Percentage Interest 31/3/2018	Percentage Interest 30/9/2017
Red Bore JV	Base metals	90%	90%
Curara Well JV	Base metals	90%	90%
Breakaway JV	Base metals	20%	20%

**12. COMMITMENTS**

In the opinion of the directors, there are no outstanding commitments or contingencies at 31 March 2018 and none were incurred in the interval between the period end and the date of this interim financial report other than:

**(a) Mineral tenement expenditure commitments**

	Consolidated	
	31 March 2018	30 September 2017
	\$	\$
Within one year	377,276	371,857
After one year but not more than five years	384,501	517,816
More than five years	-	191,545
	761,777	1,081,218

The Group has expenditure obligations with respect to mineral tenements and minimum expenditure requirements on mineral tenements that have not been recognised as a liability or payable in the financial statements.

These include commitments relating to tenement lease rentals and the minimum expenditure requirements of the Western Australian and Northern Territory Mines Department attaching to the tenements and are subject to re-negotiation upon expiry of the exploration leases or when application for a mining licence is made.

If the Group decides to relinquish certain leases and/or does not meet these obligations, assets recognised in the statement of financial position may require review to determine the appropriateness of carrying values. The sale, transfer or farm-out of exploration rights to third parties will reduce or extinguish these obligations.

These are necessary in order to maintain the tenements in which the Group and other parties are involved. All parties are committed to meet the conditions under which the tenements were granted in accordance with the relevant mining legislation in Western Australia and the Northern Territory.

**CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
 FOR THE HALF YEAR ENDED 31 MARCH 2018**

**(b) Operating Lease Commitments**

	Consolidated	
	31 March 2018	30 September 2017
	\$	\$
Within one year	130,921	129,205
After one year but not more than five years	156,960	221,207
More than five years		-
	287,881	350,412

The Company has a commercial sub-lease on its corporate office premises. This is a non-cancellable lease expiring 1 June 2020 that has not been recognised as liability or payable in the financial statements.

**(c) Bank Guarantee**

As at the 31 March 2018, the Company has outstanding \$44,683 (2017: \$44,683) as a non-current guarantee provided by the Company's bank for corporate office lease.

**(d) Bonds**

As at the 31 March 2018, the Company has outstanding \$248,606 (2017: \$248,606) as non-current bonds provided by the Company's bank for mineral tenements in Australia.

***DIRECTORS' DECLARATION***

In accordance with a resolution of the directors of Thundelarra Limited (the Company), I state that:

In the opinion of the directors:

- (1) the financial statements and notes of the consolidated entity are in accordance with the Corporations Act 2001, including:
  - (a) giving a true and fair view of the financial position as at 31 March 2018 and the performance for the half-year ended on that date of the consolidated entity; and
  - (b) complying with Accounting Standard AASB 134: "Interim Financial Reporting" and the Corporations Regulations 2001; and
- (2) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

On behalf of the Board

Dated at Perth this 14 June 2018



Frank DeMarte  
Executive Director

Perth, Western Australia

**INDEPENDENT AUDITOR'S REVIEW REPORT  
TO THE MEMBERS OF  
THUNDELARRA LIMITED**

**Report on the Half-Year Financial Report**

We have reviewed the accompanying half-year financial report of Thundelarra Limited, which comprises the condensed consolidated statement of financial position as at 31 March 2018, the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity, and condensed consolidated statement of cash flows for the half-year ended on that date, condensed notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration for Thundelarra Limited (the consolidated entity). The consolidated entity comprises both Thundelarra Limited (the Company) and the entities it controlled during the half year.

*Directors' Responsibility for the Half-Year Financial Report*

The directors of Thundelarra Limited 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 the 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 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 the consolidated entity's financial position as at 31 March 2018 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 Thundelarra 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.

Whilst we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our review was not designed to provide assurance on internal controls.

Our review did not involve an analysis of the prudence of business decisions made by the directors or management.

*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*, has been provided to the directors of Thundelarra Limited on 14 June 2018.

*Conclusion*

Based 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 Thundelarra Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 March 2018 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 Interim Financial Reporting and Corporations Regulations 2001.

**STANTONS INTERNATIONAL AUDIT AND CONSULTING PTY LTD**  
**(Trading as Stantons International)**  
**(An Authorised Audit Company)**

*Stantons International Audit & Consulting Pty Ltd*



**Martin Michalik**  
**Director**

West Perth, Western Australia  
14 June 2018