BIRIMIAN

ASX Announcement

ASX BGS

13 September 2018

30 JUNE 2018 HALF-YEAR FINANCIAL REPORT

Please find attached the Financial Report for the half-year ended 30 June 2018.

Greg Walker
Executive Director and Chief Executive Officer
Birimian Limited

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Birimian Limited
ABN 11 113 931 105

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Financial Report
for the half-year ended 30 June 2018

This Half-Year Report should be read in conjunction with the Company's Annual Report for the six months ended 31 December 2017

TABLE OF CONTENTS

CORPORATE DIRECTORY

Directors
Mr James McKay (Chairman)
Mr Greg Walker (Executive Director and Chief Executive Officer)
Ms Gillian Swaby (Executive Director)
Mr Noel O'Brien (Non-Executive Director)

Chief Financial Officer and Company Secretary
Mr Noel McAuliffe

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Stock Exchange Listing
Birimian Limited shares are listed on the Australian Securities Exchange.
ASX Code: BGS

Auditors
PricewaterhouseCoopers
Brookfield Place, Level 15
125 St Georges Terrace
Perth WA 6000
Australia

DIRECTORS' REPORT

The Directors of Birimian Limited (**Birimian** or the **Company**) submit their report for the half-year ended 30 June 2018.

Directors

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

Mr James McKay	Chairman
Mr Greg Walker	Executive Director and Chief Executive Officer
Ms Gillian Swaby	Executive Director
Mr Noel O'Brien	Non-Executive Director

RESULTS OF OPERATIONS

The Group's net loss after tax attributable to the members of Birimian for the half-year ended 30 June 2018 was $1,805,608 (December 2017: profit of $36,511).

Included in the financial report for the half-year ended 30 June 2018 is an independent auditor's report which includes an Emphasis of Matter paragraph in regard to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern. For further information, refer to Note 2 in the financial report, together with the auditor's report.

REVIEW OF OPERATIONS

Goulamina Lithium Project

The Company conducted a highly successful resource extension and definition drilling program at Goulamina during the six-month period 1 October 2017 to 31 March 2018. A total of 25,900m of reverse circulation (**RC**) and diamond drilling was completed, with the objectives of establishing the number, geometry, thickness and grades of spodumene-bearing pegmatites within the auger-defined anomalies at Yando, Danaya and Sabali and to extend the Sangar Zone northwards. The program identified five pegmatite zones not included in the previous Mineral Resource estimate (*BGS, 22 June 2017*).

In May 2018, Birimian announced that its latest auger program had verified the existence of two additional and significant geochemical anomalies NW and SE of Sabali (*BGS, 23 May 2018*), confirming the strong exploration potential of the Goulamina pegmatite field, with no boundaries yet closed.

In June 2018, the Company announced a substantial upgrade to the Goulamina Mineral Resource estimate (*BGS, 29 June 2018*), following completion of RC drilling on the Yando and Danaya pegmatites. This program demonstrated that these zones are continuous, hence they are now referred to simply as Danaya. Cube Consulting Pty Ltd (**Cube**) prepared the updated Mineral Resource and advised that Danaya returned a maiden Inferred Mineral Resource of 38.2Mt, grading 1.14% Li_2O, with a contained lithium content of 1.39Mt. The combined Indicated and Inferred Mineral Resource is now 103.2Mt @ 1.34% Li_2O, with a contained lithium content of 1.39Mt (increased from 931kt) with the inclusion of the Danaya Mineral Resource.

Significant opportunities exist to further enhance the already excellent Project economics through process improvement and optimisation and further cost reductions. Continued exploration work on identified pegmatite zones has the potential to further extend the already very substantial resource base, thereby increasing Project operating life and potentially justifying an expansion of its size. Such expansion is provided for in the process plant design.

Post Half-year Activities

Immediately post the half-year period, the Company announced the findings of the updated Pre-Feasibility Study (**PFS**) completed during the period and the Project's maiden Ore Reserve of 31.2Mt, grading 1.56% Li_2O, based on the PFS findings, sufficient to support a 16-year mine life at a production rate of 2Mtpa. The PFS, prepared by Ausenco Services Pty Ltd (**Ausenco**), revealed excellent Project economic metrics and confirmed that Goulamina could be profitably developed as a large scale, low cost, hard rock lithium mine and recommended progression to a Feasibility Study (**FS**). The recommended development scenario comprises an open cut mining operation and 2Mtpa mineral concentrating plant that would produce an average of 362,000tpa of concentrate, or 53,700t of Lithium Carbonate Equivalent (**LCE**) annually. Projected C1 costs

(Brook Hunt) are A$374/t (US$281/t) of concentrate produced, generating average annual EBITDA of A$171M (US$128M) and a 49.5% internal rate of return (IRR; pre-tax, real). Project NPV_{10} is forecast to be A$920M (US$690M) pre-tax and A$653M (US$490M) post-tax. Ausenco estimated Project total capex at A$266M (US$199M), comprising construction capex of A$196M (US$147M), with contingencies of A$44M (US$33M) and mine development and indirect costs of A$25M (US$19M). Significant opportunities exist to further enhance the already excellent Project economics through process improvement and optimisation and further cost reductions.

Project Permitting Process

Significant progress was made during the period on the Project's environmental permitting process. A draft preliminary Environmental and Social Impact Assessment (**ESIA**) report was completed. In June 2018, Birimian held a round of well-received public consultation meetings with government representatives, regional authorities and local village representatives in Bamako and regional centres near Goulamina. Work also progressed on a Community Development Plan (**CDP**), which is required to be submitted with the Project's Exploitation (Mining) Permit application. The CDP identifies development projects aimed at improving the livelihoods of communities located in the Project's sphere of influence. Following submission and review of the preliminary ESIA report by Malian environmental authorities, the Company is scheduled to meet with an Inter-Ministerial Technical Committee in September as the final step in the process before formally submitting the ESIA report. There is a statutory maximum of 45 days from ESIA submission to an approval decision.

Product Marketing and Project Funding

The Company engaged with potential offtake partners interested in securing a long-term and reliable supply of lithium, principally for use in lithium battery manufacture and also continued discussions with a number of potential project financiers and advisers.

GOLD PROJECTS

Morila Option and Purchase Agreements

In June 2018, Birimian announced (*BGS, 07 June 2018*) that the Company had received a total of US$1M from Morila in exercise option fees payable on completion of the transactions between Morila and BGM for the transfer of mineral property rights over the Viper and N'tiola Areas of Interest in the Company's Massigui Gold Project. This followed approval by the Government of Mali of a Ministerial Decree extending the mineral exploitation permit held by Morila to the Areas of Interest previously surrendered by BGM (*BGS, 25 May 2018*). BGM subsequently paid Hanne US$0.2M in settlement of the Amendment Agreement concluded by BGM and Hanne in May 2018 (*BGS,14 May 2018*), in which BGM agreed to acquire the 5% mineral property right held by Hanne in the Viper Area of Interest (**Viper**). Morila commenced mining operations at N'tiola in June 2018.

Pursuant to the option agreements between Morila, Birimian and BGM, Morila will pay BGM a sliding scale Net Smelter Return (**NSR**) royalty of 4% when gold price is $1200/oz or higher and 3% when gold price is $1100/oz to $1199/oz on gold produced from the N'tiola and Viper deposits. Hanne remains entitled to its 1% NSR royalty, which will be paid by BGM out of the NSR royalty it receives from Morila, pursuant to the option agreement between BGM and Morila in relation to Viper.

Koting Auger Program

An auger drilling program at Koting was completed in April 2018 (*BGS, 30 April 2018*). A total of 678 holes were completed (including holes drilled in 2014) for 8,232m (average 12m). Using a threshold of 100 ppb Au, five significant anomalies were defined, designated K1-5 (*BGS, 12 September 2018*). The relatively small K1 anomaly outlines the Koting prospect. It is the only anomaly to have been tested by RC and diamond drilling. This drilling intersected mineralisation over a strike length of approximately 300m. The K2 anomaly contained the highest gold value yet found in auger drilling, at 2.4 g/t. K2 has previously been tested over a strike length of 500m by 18 aircore drillholes to the bottom of the saprolite zone at approximately 20m. Potentially economic grades were returned from two adjacent holes on section 1308000mN: 6m @ 1.00ppm Au in NTAC191 and 3m @ 1.43 g/t Au in NT192. This anomalous zone extends over 500m of strike but is open to the south. This drilling extended the previous auger survey that defined significant gold anomalies, two of which had not been closed off.

OTHER EVENTS SUBSEQUENT TO REPORTING DATE

Receipt of Royalties

The Company received its first mining revenue in early August 2018, with payment of the initial NSR royalty payment of US$280,428 (A$377,122) from Morila for gold produced at the N'tiola Area of Interest (**N'tiola**) during the June Quarter 2018. Randgold Resources plc (**Randgold**), operator of the Morila Joint Venture, announced[1] that mining at N'tiola commenced in May 2018, following completion of government approvals. Randgold advised that 161,000t of ore were treated from N'tiola, at a grade of 1.52g/t and Morila sold 15,777 oz during the period, at an average price of US$1,281/oz, while Morila's cash cost was US$1,109/oz.

Issue of Shares

Post the June quarter, the Company issued 3,000,000 fully paid ordinary shares following the exercise of unlisted options, exercisable at $0.336 each and with an expiry date of 30 June 2018. Funds received on exercise totalled A$1,008,000.

Auditor's Declaration

Section 307C of the Corporations Act 2001 requires our auditors, PricewaterhouseCoopers, to provide the Directors of the Company with an Independence Declaration in relation to the review of the half-year financial report. This Independence Declaration is set out on page five and forms part of this Directors' Report for the half-year ended 30 June 2018.

Signed in accordance with a resolution of the Directors.

Greg Walker
Executive Director/Chief Executive Officer
Perth
13 September 2018

[1] Randgold Resources Q2 2018 Report, 09 August 2018.

Auditor's Independence Declaration

As lead auditor for the review of Birimian Limited for the half-year ended 30 June 2018, I declare that to the best of my knowledge and belief, there have been:

(a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and

(b) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Birimian Limited and the entities it controlled during the period.

Ben Gargett	Perth
Partner	13 September 2018
PricewaterhouseCoopers	

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CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 30 JUNE 2018

	Notes	Consolidated 30 June 2018 $	31 December 2017 $
Income			
Interest income		**42,293**	62,406
		42,293	62,406
Expenses			
Administrative expenditure	3	**(706,151)**	(1,070,032)
Consultants' and Directors' fees		**(325,727)**	(351,889)
Depreciation		**(2,135)**	(426)
Share-based payments	11	**(514,119)**	(243,381)
Employee salaries		**(230,100)**	(2,285)
Foreign exchange gain/(loss)		**50,000**	(13,354)
Penalties and interest reversal		**-**	1,678,797
Other expenses		**(119,669)**	(23,325)
(Loss)/profit before income tax		(1,805,608)	36,511
Income tax expense		-	-
Net (loss)/profit for the period		(1,805,608)	36,511
Other comprehensive (loss)/income, net of tax			
Items that will be reclassified subsequently to profit and loss		-	-
Other comprehensive (loss)/income for the period		(1,805,608)	36,511
Total comprehensive (loss)/income for the period		(1,805,608)	36,511
(Loss)/earnings per share			
Basic and diluted (loss)/earnings per share (cents per share)		**(1.0)**	0.02

The Consolidated Statement of Profit or Loss and Other Comprehensive Income is to be read in conjunction with the notes to the half-year financial report.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018

	Notes	Consolidated 30 June 2018 $	 31 December 2017 $
CURRENT ASSETS			
Cash and cash equivalents		**4,908,950**	12,518,102
Royalty receivable	9	**3,770,445**	-
Other current assets	6	**406,554**	103,158
TOTAL CURRENT ASSETS		**9,085,949**	12,621,260
NON CURRENT ASSETS			
Property, plant and equipment	8	**524,042**	59,207
Exploration and evaluation expenditure	9	**16,522,076**	11,681,347
TOTAL NON CURRENT ASSETS		**17,046,118**	11,740,554
TOTAL ASSETS		**26,132,067**	24,361,814
CURRENT LIABILITIES			
Trade and other payables	7	**2,245,797**	1,074,285
TOTAL CURRENT LIABILITIES		**2,245,797**	1,074,285
TOTAL LIABILITIES		**2,245,797**	1,074,285
NET ASSETS		**23,886,270**	23,287,529
EQUITY			
Contributed equity	10	**49,432,794**	46,900,065
Reserves	11	**5,369,605**	5,497,986
Accumulated losses		**(30,916,129)**	(29,110,522)
TOTAL EQUITY		**23,886,270**	23,287,529

The Consolidated Statement of Financial Position is to be read in conjunction with the notes to the half-year financial report.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
AS AT 30 JUNE 2018

Consolidated	**Issued Capital $**	**Accumulated Losses $**	**Share Based Payment Reserves $**	**Foreign Currency Translation Reserves $**	**Total $**
Balance at 1 July 2017	35,096,681	(29,147,032)	4,201,243	1,284,862	11,435,753
Profit for the period	-	36,511	-	-	36,511
Total comprehensive profit for the period	-	36,511	-	-	36,511
Transactions with owners in their capacity as owners					
Transaction costs on share issuances	(794,515)	-	-	-	(794,515)
Shareholder equity contribution	12,597,899	-	(231,500)	-	12,366,399
Share based payment	-	-	243,381	-	243,381
Balance at 31 December 2017	**46,900,065**	**(29,110,522)**	**4,213,124**	**1,284,862**	**23,287,529**
Balance at 1 January 2018	46,900,065	(29,110,522)	4,213,124	1,284,862	23,287,529
Loss for the period	-	(1,805,608)	-	-	(1,805,608)
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the period	-	(1,805,608)	-	-	(1,805,608)
Transactions with owners in their capacity as owners					
Transaction costs on share issuances	72,229	-	-	-	72,229
Shareholder equity contribution	2,460,500	-	(642,500)	-	1,818,000
Share based payment	-	-	514,119	-	514,119
Balance at 30 June 2018	**49,432,794**	**(30,916,130)**	**4,084,743**	**1,284,862**	**23,886,270**

The Consolidated Statement of Changes in Equity is to be read in conjunction with the notes to the half-year financial report.

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 30 JUNE 2018

	Notes	Consolidated 30 June 2018 $	 31 December 2017 $
Cash flows from operating activities			
Payments to suppliers and employees		**(1,012,118)**	(1,512,104)
Interest received		**42,293**	62,406
Net cash flows used in operating activities		**(969,825)**	(1,449,698)
Cash flows from investing activities			
Expenditure on property plant and equipment		**(506,076)**	(23,480)
Payments to tax authorities for WHT and VAT		**-**	(408,406)
Proceeds from assignment of mineral rights to Morila	9	**1,303,951**	-
Payment of settlement to Hanne	9	**(262,985)**	-
Expenditure on exploration and evaluation		**(8,992,880)**	(3,286,643)
Net cash flows used in investing activities	12	**(8,457,990)**	(3,718,529)
Cash flows from financing activities			
Proceeds from exercise of options		**1,818,000**	328,299
Transaction costs of issue of shares		**-**	(722,286)
Proceeds from issue of shares		**-**	12,038,100
Net cash flows provided by financing activities		**1,818,000**	11,644,113
Net (decrease)/increase in cash and cash equivalents		**(7,609,815)**	6,475,886
Cash and cash equivalents at beginning of period		**12,518,102**	6,039,851
Net foreign exchange differences		**663**	2,365
Cash and cash equivalents at end of period		**4,908,950**	12,518,102

The Consolidated Statement of Cash Flows is to be read in conjunction with the notes to the half-year financial report.

1. Corporate Information

The financial report of Birimian Limited (**Birimian** or the **Group**) for the half-year ended 30 June 2018 was authorised for issue in accordance with a resolution of the Directors on 13 September 2018.

Birimian is a public company limited by shares incorporated and domiciled in Australia whose shares are publicly traded on the Australian Securities Exchange.

During the half-year ended 30 June 2018, the principal activity was mineral exploration with the focus on advancing the PFS on its Goulamina Lithium Project (**Goulamina** or the **Project**) in southern Mali. The Group currently holds permits over gold and lithium projects in Mali, West Africa.

2. Basis of Preparation and Accounting Policies

Basis of Preparation

This general purpose condensed financial report for the half-year ended 30 June 2018 has been prepared in accordance with AASB 134 Interim Financial Reporting and the Corporations Act 2001.

The half-year financial report has been prepared on a historical cost basis and is presented in Australian dollars, unless otherwise stated.

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 financial report for the six-month period ended 31 December 2017 and considered together with any public announcements made by Birimian during the half-year ended 30 June 2018 in accordance with the continuous disclosure obligations of the ASX listing rules.

Due to a change in financial year-end from 30 June to 31 December, the previous financial report covered a six-month period. The accounting policies and methods of computation are the same as those adopted in the most recent financial report except for certain prior year amounts have been reclassified for consistency with the current half-year presentation. These reclassifications had no effect on the reported results of the Group.

Going Concern

The Group incurred a net loss for the six-month period ended 30 June 2018 of $1,805,608 (2017: profit of $36,511) and a net cash outflow from operating and investing activities of $9,427,815 (2017: $5,168,227). As at 30 June 2018, the Group had cash and cash equivalents of $4,908,950 (December 2017: $12,518,102) and a working capital surplus of $6,840,152 (December 2017: $11,546,975).

Based on the Group's cash flow forecast, the Group will require additional funding in the next 12 months to enable the Group to continue its normal business activities and to ensure the realisation of assets and extinguishment of liabilities as and when they fall due, including progression of its exploration and project development activities and meeting its annual minimum tenement expenditure commitment.

As a result of the above, there is a material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern and, therefore, that the Group may be unable to realise its assets and discharge its liabilities in the normal course of business.

The Directors are satisfied that at the date of signing of the financial report, there are reasonable grounds to believe that the Group will be able to continue to meet its debts as and when they fall due and that it is appropriate for the financial statements to be prepared on a going concern basis. The Directors have based this on the following pertinent matters:

- the Group has the capacity, if necessary, to reduce its operating cost structure in order to minimise its working capital requirements;
- the Directors believe that future funding will be available to meet the Group's objectives and payment obligations as and when they fall due, including through engaging with parties interested in raising

additional capital through equity placements to existing or new investors. The Group has a demonstrated history of success in this regard; and

- as the Goulamina Project progresses towards development, the Company is continuing to build relationships with various potential investment partners including lithium concentrate off-takers, lending institutions and institutional investors. A comprehensive range of funding options is open to the Company and these are being investigated in order to secure the best arrangements to suit the Group's funding requirements going forward.

The financial report does not include adjustments relating to the recoverability or classification of the recorded assets nor to the amounts or classification of liabilities that might be necessary should the Group not be able to continue as a going concern.

Accounting Policies

Birimian is required to change some of its accounting policies as a result of new or revised accounting standards which became effective for the half-year reporting period commencing 1 January 2018. Some accounting policies and methods of computation which have been followed in this interim financial report are different to those applied in the most recent financial statements for the six-month period ended 31 December 2017. The affected policies and standards are:

- AASB 9 Financial Instruments
- AASB 15 Revenue from Contracts with Customers

New and amended standards adopted by the Group

AASB 9 *Financial Instruments*

The Company has adopted AASB 9 from 1 January 2018 because the new accounting standard provides more relevant information to users of the financial report, in that it introduces new requirements for the classification and measurement of financial assets and financial liabilities. These requirements improve and simplify the approach for classification and measurement of financial assets and liabilities compared with the requirements of AASB 139. The effective date is for annual reporting periods beginning on or after 1 January 2018.

The principal impact of adopting AASB 9 was the classification and measurement of the Company's entitlement to receive a NSR royalty receivable of up to 4% on gold produced from the N'tiola and Viper gold deposits as described in Note 9 as a financial asset measured at 'fair value through profit and loss'. Similarly, the Company has recognised a financial liability in respect of the Hanne 1% NSR royalty entitlement, which is payable out of the NSR royalty it receives in respect of gold production from the Viper deposit as described in Note 9, measured at 'fair value through profit and loss'.

The Group's other financial assets, such as cash and cash equivalents and trade and other receivables are classified and measured as 'financial assets at amortised cost'. The adoption of AASB 9 now requires the Group to account for impairment losses on financial assets through a forward-looking expected credit loss (**ECL**) approach. For trade and other receivables, the Group has applied the standard's simplified approach for calculating ECLs based on lifetime expected credit losses. This did not result in the recognition of a material impairment loss on the Group's receivable. There were no changes to the Group's other financial liabilities.

Due to the nature of the Group's financial assets and liabilities, the adoption of AASB 9 did not result in a significant impact to any other transactions or balances recognised in the financial statements at 30 June 2018.

AASB 15 *Revenue from Contracts with Customers*

AASB 15 replaces AASB 118: Revenue, AASB 111 Construction Contracts and some revenue-related Interpretations. In summary, AASB 15:

- establishes a new revenue recognition model;
- changes the basis for deciding whether revenue is to be recognised over time at a point in time;
- provides a new and more detailed guidance on specific topics (eg multiple element arrangements, variable pricing, rights of return and warranties); and
- expands and improves disclosures about revenue.

Based on the Group's current assessment, the standard has not had a material impact on the transactions and balances recognised in the financial statements as the Group is not currently in production and therefore does not generate operating revenue.

Impact of standards issued but not yet applied by the Company/Group

New and revised accounting standards and amendments that are currently issued for future reporting periods that are relevant to the Group include:

AASB 16 *Leases*

AASB 16 replaces AASB 117 Leases and some lease-related Interpretations. In summary, AASB 16:

- requires all leases to be accounted for 'on-balance sheet' by lessees, other than short-term and low value asset leases;
- provides new guidance on the application of the definition of lease and on sale and lease back accounting;
- largely retains the existing lessor accounting requirements in AASB 117; and
- requires new and different disclosures about leases.

The Group is yet to undertake a detailed assessment of the impact of AASB 16. However, based on the Group's preliminary assessment, the standard is not expected to have a material impact on the transactions and balances recognised in the financial statements. The Group's current lease obligations consist of leases on office premises in Perth, Western Australia and Bamako, Mali.

Estimates

When preparing the interim financial statements, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results.

The judgements, estimates and assumptions applied in the interim financial statements, including the key sources of estimation uncertainty were the same as those applied in the Group's last financial statements for the six-month period ended 31 December 2017, except for the following:

Valuation of the Morila Royalty Receivable transactions

Pursuant to the terms of the Morila Option Agreements over N'tiola and Viper gold deposits, Société de Mines de Morila SA (**Morila**), has notified the Company regarding the commencement of mining operations on the N'tiola deposit. This entitles the Company to receive a NSR royalty of up to 4% for gold produced from both N'tiola and Viper gold deposits depending on the prevailing gold price. It is therefore anticipated that payments in respect of the NSR royalty will be paid during the coming six to nine months, depending on how rapidly the deposits are developed by Morila.

Refer to Note 9 for an explanation of the judgements, estimates and assumptions that underpin the valuation of the Morila Royalty Receivable.

3. Administrative Expenditure

	Consolidated	
	30 June 2018	**31 December 2017**
	$	**$**
Accounting and audit fees	**113,745**	141,477
Bank fees	**1,617**	8,263
IT and communications	**71,192**	31,439
Conferences and seminars	**6,534**	18,658
Office administration expenses	**17,421**	11,103
Insurance	**23,651**	21,178
Investor relations	**90,606**	2,817
Legal fees	**172,437**	476,030
Listing and share registry expenses	**52,232**	142,134
Rent and outgoings	**69,719**	37,990
Subscriptions	**8,964**	-
Travel and accommodation	**78,033**	178,943
Total Administrative Expenditure	**706,151**	1,070,032

4. Dividends

No dividends have been paid or provided for during the half-year period (2017: $Nil).

5. Segment Reporting

For management purposes, the Group is organised into one main operating segment, which involves mineral exploration for gold and lithium. All of the Group's activities are interrelated and discrete financial information is reported to the Board of Directors as a single segment. Accordingly, all significant operating decisions are based upon analysis of the Group as one segment. The financial results from this segment are equivalent to the financial statements of the Group as a whole. The Group operates in Australia and West Africa, with activities in Australia focused on supporting the operations in Mali and fulfilling the Company's obligations as an ASX listed entity. The following table shows the assets and liabilities of the Group by geographic region:

	30 June 2018	**31 December 2017**
	$	**$**
Segment Assets		
Australia	**5,019,365**	12,592,892
West Africa	**21,112,702**	11,767,838
Total Assets	**26,132,067**	24,361,814
Segment Liabilities		
Australia	**922,916**	504,173
West Africa	**1,322,881**	570,112
Total Liabilities	**2,245,797**	1,074,285

6. Other Current Assets

	30 June 2018	**31 December 2017**
	$	**$**
GST receivable	**303,242**	79,508
Prepayments	**103,312**	23,650
	406,554	103,158

Due to the short-term nature of these receivables, their carrying value is assumed to approximate their fair value.

7. Trade and Other Payables

	30 June 2018	31 December 2017
	$	**$**
Trade payables	**495,889**	350,998
Hanne 1% NSR royalty entitlement[1]	**413,489**	-
Accruals	**1,336,419**	723,287
	2,245,797	1,074,285

Due to the short-term nature of these payables, their carrying value is assumed to approximate their fair value.
[1] Refer to Note 9 for a detailed explanation of this obligation.

8. Property Plant and Equipment

	Furniture, Fittings and Equipment	Machinery and Vehicles	Total
	$	**$**	**$**
As at 31 December 2017			
Cost or fair value	25,256	68,879	94,135
Accumulated depreciation	(561)	(34,368)	(34,929)
Net book value	**24,695**	**34,511**	**59,206**
Half-year ended 30 June 2018			
Opening net book value	24,695	34,511	59,206
Additions	181,882	324,194	506,076
Disposals	(19,219)	-	(19,219)
Depreciation charge	(2,135)	-	(2,135)
Depreciation capitalised to exploration and evaluation	(1,410)	(18,476)	(19,886)
Closing net book value	**183,813**	**340,229**	**524,042**
As at 30 June 2018			
Cost or fair value	187,919	393,073	580,992
Accumulated depreciation	(4,106)	(52,844)	(56,950)
Net book value	**183,813**	**340,229**	**524,042**

9. Deferred Exploration and Evaluation Expenditure

	Consolidated	
	30 June 2018	**31 December 2017**
	$	**$**
Carrying amount at beginning of the period	**11,681,347**	8,467,090
Exploration expenditure during the period	**9,238,661**	3,214,257
Morila Option Agreement payment (net receipt)	**(1,040,966)**	-
Disposal of tenements in exchange for NSR royalty (refer below)	**(3,770,455)**	-
Hanne 1% NSR royalty entitlement[2]	**413,489**	-
Carrying amount at end of period	**16,522,076**	11,681,347

The Directors' assessment of the carrying amount for the Group's exploration and development expenditure was after consideration of prevailing market conditions; previous expenditure for exploration work carried out on the tenements; and the potential for mineralisation based on the Group's independent geological reports. The recoverability of the carrying amount of the deferred exploration and evaluation expenditure is dependent on successful development and commercial exploitation, or alternatively the sale, of the respective areas of interest.

Subsequent to the exercise of its options by Morila as announced to the ASX on 7 June 2018, which resulted in the assignment of mineral rights over the N'tiola gold deposit located on PR 13/640 and the Viper gold deposit located on PR 14/715, the Company received US$1,000,000 (A$1,303,951), out of which a settlement payment of US$200,000 (A$262,985) was made to Société Hanne General Trading SARL (**Hanne**). This represents a net receipt of $1,040,966.

Pursuant to the terms of the Morila Option Agreements over N'tiola and Viper gold deposits, Morila has recently notified the Company regarding the commencement of mining operations at the N'tiola deposit. This entitles the Company to receive a NSR royalty of up to 4% on gold produced from both N'tiola and Viper gold deposits depending on the prevailing gold price. It is therefore anticipated that payments in respect of the NSR royalty, will be made during the coming six to nine months, depending on how rapidly the deposits are developed by Morila.

The Level 3[1] fair value estimate of the NSR royalty attributable to the mining of N'tiola and Viper gold deposits by Morila is calculated at A$3,770,445 before payment to Hanne of its 1% NSR royalty entitlement. In estimating the fair value of the revenue receivable attributable to the NSR royalty, the Company has taken into account the following key assumptions contained in the N'tiola and Viper Feasibility Studies:

- gold ounces recovered from mined tonnes;
- gold spot price of US$1,250/ oz;
- US forward foreign exchange curve;
- Birimian Sliding NSR Royalty[2];
- Hanne's 1% NSR royalty entitlement on production from Viper[3]; and
- deductions allowed to Morila in respect of marketing, sales and transport costs.

[1] If one or more of the significant inputs are not based on observable market data, the instrument is defined as Level 3.

[2] Pursuant to the options agreements the Company's wholly owned subsidiary, Birimian Gold Mali SARL (**BGM**), has entered into with Morila over the N'tiola and Viper gold deposits; Morila would pay BGM a sliding scale NSR royalty of 4% when the gold price is US$1200 / oz or higher, 3% when gold price is US$1100 / oz to US$1199 / oz and 2% when gold price is below US$1100 / oz.

[3] Hanne is entitled to a 1% NSR royalty, which would be paid by BGM out of the NSR royalty it receives from Morila in respect of gold production from the Viper deposit only. See also Note 7.

10. Issued Capital

	30 June 2018 Number of shares	30 June 2018 $	31 December 2017 Number of shares	31 December 2017 $
Movements in ordinary shares on issue				
Balance at beginning of period	**228,060,704**	**46,900,065**	194,431,493	35,096,681
Share issuances and placements	**-**	**-**	31,679,211	12,038,169
Exercise of options and vesting of performance rights	**5,500,000**	**2,460,500**	1,950,000	559,730
Transaction costs on share issue	**-**	**72,229**	-	(794,515)
Balance at end of period	**233,560,704**	**49,432,794**	228,060,704	46,900,065

11. Reserves

(a) Movement in Share-based Payments Reserve

Total expenses arising from share-based payment transactions recognised during the period as part of share-based payment expense were as follows:

	Consolidated 30 June 2018	Consolidated 31 December 2017
Share-based payments reserve	**$**	$
Balance at beginning of period	**4,213,124**	4,201,243
Vesting of options	**514,119**	243,381
Awards exercised	**(642,500)**	(231,500)
Balance at end of period	**4,084,743**	4,213,124

(b) Movement in Foreign Currency Translation Reserve

	Consolidated	
	30 June 2018	**31 December 2017**
Foreign currency translation reserve	**$**	**$**
Balance at beginning of period	**1,284,862**	1,284,862
Foreign currency translation	**-**	-
Balance at end of period	**1,284,862**	1,284,862

12. Non-cash Financing and Investing Activities

The following non-cash investing and financing activities occurred during the period:

- Disposal of tenements in exchange for NSR royalty (refer to Note 9), resulting in a net receivable of $3,356,966 being recognised in the financial statements.

13. Expenditure Commitments

The Group is committed to minimum statutory exploration work requirements on its exploration tenements in order to retain the rights of tenure. These obligations can be reduced by selective relinquishment of exploration tenure or application for expenditure exemptions. Due to the nature of the Group's operations in exploring and evaluating areas of interest, it is very difficult to forecast the nature and amount of future expenditure.

The Group has some expenditure commitments in relation to its West African tenements/licences. There has been no significant change to the expenditure commitments disclosed in the 31 December 2017 financial statements.

14. Events after the Reporting Date

Since 30 June 2018, the Company made the following disclosures, which may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in subsequent financial periods:

Pre-Feasibility Study

On 4 July 2018, the Company released its updated PFS on its flagship Goulamina Lithium Project located in southern Mali. This confirmed that Goulamina could be developed into a large scale, low cost, hard rock lithium mine and recommended progression to a Feasibility Study.

Maiden Ore Reserve

On 4 July 2018, based on the PFS findings, a maiden Ore Reserve of 31.2Mt, grading 1.56% Li_2O was published, sufficient to support a 16-year mine life at a production rate of 2Mtpa.

Issue of Shares

On 16 July 2018, the Company issued 3,000,000 fully paid ordinary shares following the exercise of unlisted options, exercisable at $0.336 each and with an expiry date of 30 June 2018. Funds received on exercise totalled A$1,008,000.

Receipt of Royalties

The Company received its first NSR royalty payment of US$280,428 (A$377,122) from Société de Mines de Morila SA (**Morila**), in respect of gold produced at the N'tiola gold deposit pursuant to the option agreement between Birimian's wholly-owned subsidiary Birimian Gold Mali SARL and Morila (*BGS, 10 August 2018*).

DIRECTORS' DECLARATION

In accordance with a resolution of the Directors of Birimian Limited, 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 consolidated entity's financial position as at 30 June 2018 and of its performance for the half-year ended on that date; and

   (b) complying with Australian Accounting Standards AASB 134: Interim Financial Reporting and the *Corporations Regulations 2001*;

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.

On behalf of the Board

Greg Walker
Executive Director/Chief Executive Officer
Perth
13 September 2018

Independent auditor's review report to the members of Birimian Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Birimian Limited (the Company), which comprises the consolidated statement of financial position as at 30 June 2018, the consolidated statement of changes in equity, consolidated statement of cash flows and consolidated statement of profit or loss and other comprehensive income for the half-year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration for the Birimian Limited Group (the "group"). The group comprises the Company and the entities it controlled during that half-year.

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 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 Australian 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 group's financial position as at 30 June 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 Birimian 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*.

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

1. giving a true and fair view of the group's financial position as at 30 June 2018 and of its performance for the half-year ended on that date;

2. complying with Accounting Standard AASB 134 *Interim Financial Reporting*, the *Corporations Regulations 2001*.

Material Uncertainty related to going concern

We draw attention to Note 2 in the half-year financial report which indicates that the Group incurred a net loss after tax of $1,805,608 and a net cash outflow from operating and investing activities of $9,427,815 for the half-year ended 30 June 2018 and highlights that in order to meet its forecast operating and capital commitments it needs to raise additional capital or other funding. These conditions, along with other matters set forth in Note 2, indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

PricewaterhouseCoopers

Ben Gargett
Partner

Perth
13 September 2018

NOTICES

IMPORTANT NOTICES

Forward-Looking and Cautionary Statements

This financial report contains "forward-looking information" that is based on the Company's expectations, estimates and projections as of the date on which the statements were made. This forward-looking information includes, among other things, statements with respect to the pre-feasibility and feasibility studies, the Company's business strategy, plan, development, objectives, performance, outlook, growth, cash flow, projections, targets and expectations, mineral resources, results of exploration and relations expenses. Generally, this forward-looking information can be identified by the use of forward-looking terminology such as 'outlook', 'anticipate', 'project', 'target', 'likely',' believe', 'estimate', 'expect', 'intend', 'may', 'would', 'could', 'should', 'scheduled', 'will', 'plan', 'forecast', 'evolve' and similar expressions. Persons reading this announcement are cautioned that such statements are only predictions and that the Company's actual future results or performance may be materially different forward-looking information is subject to known and unknown risks, uncertainties and other factors that may cause the Company's actual results, level of activity, performance or achievements to be materially different from those expressed or implied by such forward-looking information. Forward-looking information is developed based on assumptions about such risks, uncertainties and other factors set out herein, including but not limited to general business, economic, competitive, political and social uncertainties; the actual results of current exploration activities; conclusions of economic evaluations; changes in project parameters as plans continue to be refined; future prices of lithium and other metals; possible variations of ore grade or recovery rates; failure of plant, equipment or processes to operate as anticipated; accident, labour disputes and other risks of the mining industry; and delays in obtaining governmental approvals or financing or in the completion of development or construction activities. This list is not exhaustive of the factors that may affect our forward-looking information. These and other factors should be considered carefully and readers should not place undue reliance on such forward-looking information. The Company disclaims any intent or obligations to or revise any forward-looking statements whether as a result of new information, estimates, or options, future events or results or otherwise, unless required to do so by law. Statements regarding plans with respect to the Company's mineral properties may contain forward-looking statements in relation to future matters that can be only made where the Company has a reasonable basis for making those statements. Competent Person Statements regarding plans with respect to the Company's mineral properties are forward-looking statements. There can be no assurance that the Company's plans for development of its mineral properties will proceed as expected. There can be no assurance that the Company will be able to confirm the presence of mineral deposits, that any mineralisation will prove to be economic or that a mine will successfully be developed on any of the Company's mineral properties.

Previously Reported Information

This financial report refers to the following information previously announced to the ASX, which is available to view on the Company's website at www.birimian.com:

- Mineral Resources in the announcement entitled "18.06.29 Danaya Mineral Resource Upgrade" (ASX: BGS 29 June 2018).
- Ore Reserves in the announcement entitled "High Grade Maiden Ore Reserve for Goulamina" (ASX: BGS 4 July 2018).
- Auger drilling results in an announcement entitled "Update on Koting Gold Exploration Activities" (ASX: BGS 12 September 2018).

The Company confirms that it is not aware of any other new information or data that materially affects the information included in the original market announcements referred to above, and that all material assumptions and technical parameters have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

There is information contained herein relating to the outcomes of the Goulamina updated PFS announced to the ASX on 4 July 2018 in the release entitled 'Goulamina Updated PFS Delivers Strong Project Outcomes'', which is available on the Company's website at www.birimian.com. The Company confirms that all the material assumptions underpinning the Production Target and the forecast financial information derived from the Production Target in the original announcement continue to apply and have not materially changed.

Previously Reported Exploration Results

This financial report refers to the following previously reported Exploration Results which are available to view on the Company's website at www.birimian.com:

- "Birimian Exploration Results" (ASX: BGS 7 November 2017);
- "Goulamina Drilling Progress Report" (ASX: BGS 21 November 2017);
- "Goulamina Drilling Returns Positive Results" (ASX: BGS, 18 December 2017);
- "Corrected Goulamina Drilling Update" (ASX: BGS 23 January 2018);
- "Highly Successful Drilling Results continue at Goulamina" (ASX: BGS, 14 March 2018);
- "Drilling Results Table Intersections" (ASX: BGS, 14 March 2018);
- "Further Successful Drilling Results" (ASX: BGS 11 April 2018);
- "'Koting Auger Program" (ASX: BGS 30 April 2018);
- "Two New Lithium Bearing Pegmatites Discovered at Goulamina" (ASX: BGS 23 May 2018);
- "Goulamina Resource Increase" (ASX: BGS 29 June 2018);
- "Maiden Ore Reserve for Goulamina" (ASX: BGS 4 July 2018); and
- "Update on Koting Gold Exploration Activities" (ASX: BGS 12 September 2018).

The Company confirms that it is not aware of any other new information or data that materially affects the information included in the original market announcements. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.