

NAVIGATOR RESOURCES LIMITED
ABN 82 063 366 487

INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

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NAVIGATOR RESOURCES LIMITED

DIRECTORS' REPORT

The Directors of Navigator Resources Limited submit herewith the financial report for the half-year ended 31 December 2018. In order to comply with the provisions of the *Corporations Act 2001*, the Directors report as follows:

Names of Directors

The names of the Directors of Navigator Resources Limited who have held office during and since the end of the half year and up until the date of this report are:

Mr Greg Ruddock
Mr Glen Dobbie
Mr Joshua McKean
Mr Malcolm Keefe

The above-named Directors held office for the entire period unless otherwise noted.

Review of Operations

The loss of the Company for the period after income tax expense was \$202,972 (2017: \$140,598).

During the period, the Company concluded that the Violet Gold Project was not feasible based on existing data and surrendered the tenement.

On 19 December 2018, the Board of the Company announced that it had executed a conditional agreement to acquire 100% of the issued capital in family law services provider, AF Legal Pty Limited ("AF Legal") trading as Australian Family Lawyers.

The transaction will value the combined company at an enterprise value of approximately \$10.6m, subject to a post-completion adjustment. The purchase will be funded by a combination of shares and cash. The new shares will be issued under a Prospectus to raise a minimum of \$4.0m, which will be lodged by the Company as part of the transaction.

Completion of the transaction will be subject to a number of conditions, which includes re-compliance with Chapters 1 and 2 of the ASX Listing Rules. Therefore, the transaction may not proceed if those requirements are not met.

In addition to the above, the Company is currently evaluating number of other opportunities, which have the potential of delivering shareholder value.

Subsequent Events

There have been no other matters or circumstances occurring subsequent to the financial period.

Auditor's Independence Declaration

The auditor's independence declaration is included on page 4 and forms part of the Directors' Report for the half-year ended 31 December 2018.

Signed in accordance with a resolution of directors made pursuant to s.306(3) of the *Corporations Act 2001*.

On behalf of the Directors



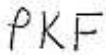
Glen Dobbie
Managing Director

Sydney, 25 February 2019

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF NAVIGATOR RESOURCES LIMITED**

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2018, 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.



PKF BRISBANE AUDIT



**Shaun Lindemann
Partner**

Brisbane, 25 February 2019

INDEPENDENT AUDITOR'S REVIEW REPORT To THE MEMBERS OF NAVIGATOR RESOURCES LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Navigator Resources Limited (the company), which comprises the statement of financial position as at 31 December 2018, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes, and the directors' declaration.

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 Navigator Resources Limited is not in accordance with the *Corporations Act 2001* including:-

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

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. In accordance with the *Corporations Act 2001*, we have given the directors' of the company a written Auditor's Independence Declaration.

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 the *Australian Accounting Standards and the Corporations Regulations 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 company's financial position as at 31 December 2018 and its performance for the half year ended on that date, and complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the *Corporations Regulations 2001*. As the auditor of Navigator Resources 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.



PKF BRISBANE AUDIT



SHAUN LINDEMANN
PARTNER

25 FEBRUARY 2019
BRISBANE

**DIRECTORS DECLARATION
TO THE MEMBERS OF NAVIGATOR RESOURCES LIMITED**

Directors' Declaration

In the opinion of the Directors of Navigator Resources Limited ("the Company"):

1. the attached financial statements and notes thereto 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 2018 and of its performance for the half-year then ended; 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.

Signed in accordance with a resolution of the Directors made pursuant to s.303(5) of the *Corporations Act 2001*.

On behalf of the directors



Glen Dobbie
Managing Director

Sydney, 25 February 2019

NAVIGATOR RESOURCES LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

	Note	31 Dec 2018 \$	31 Dec 2017 \$
Revenue from continuing operations			
Operating sales revenue		-	-
Other revenue	2a	1,394	1,803
		1,394	1,803
Expenses			
Exploration expenses		-	(11,568)
General and administration expenses	2b	(177,248)	(130,833)
Impairment expense	3	(27,118)	-
Loss before income tax		(204,366)	(140,598)
Income tax expense		-	-
Profit/(Loss) for the period attributable to the owners of Navigator Resources Limited		(202,972)	(140,598)
Profit/(Loss) per share (EPS) attributable to the ordinary equity holders of the company (cents per share):			
Basic earnings / (loss) per share		(1.11)	(0.77)
Diluted earnings / (loss) per share		(1.11)	(0.77)

The accompanying notes form part of these financial statements and should be read in conjunction with the accompanying notes

NAVIGATOR RESOURCES LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2018 (continued)

	31 Dec 2018	31 Dec 2017
	\$	\$
Loss for the period attributable to the owners of Navigator Resources Limited	(202,972)	(140,598)
Other comprehensive income	-	-
Total comprehensive income/(loss) for the period attributable to the owners of Navigator Resources Limited	(202,972)	(140,598)

The accompanying notes form part of these financial statements and should
be read in conjunction with the accompanying notes

NAVIGATOR RESOURCES LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018

	Note	31 Dec 2018 \$	30 June 2018 \$
Current Assets			
Cash and cash equivalents		526,857	699,450
Trade and other receivables		30,528	16,889
Total current assets		557,385	716,339
Non-current assets			
Exploration and evaluation costs	3	-	27,118
Total non-current assets		-	27,118
Total assets		557,385	743,457
Current liabilities			
Trade and other payables		63,985	47,084
Total current liabilities		63,985	47,084
Non-current liabilities			
Provisions		-	-
Total non-current liabilities		-	-
Total liabilities		63,985	47,084
Net assets		493,400	696,373
Equity			
Issued capital		115,267,665	115,267,665
Accumulated losses		(114,774,265)	(114,571,292)
Total equity		493,400	696,373

The accompanying notes form part of these financial statements and should
be read in conjunction with the accompanying notes

NAVIGATOR RESOURCES LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

	Fully paid ordinary shares (Issued capital) \$	Accumulated losses \$	Total \$
Balance at 1 July 2017	115,267,665	(114,495,671)	771,994
Profit/(Loss) for the period	-	(140,598)	(140,598)
Other comprehensive income	-	-	-
Total comprehensive loss for the period	-	(140,598)	(140,598)
Issue of shares	-	-	-
Share issue costs	-	-	-
Balance at 31 December 2017	115,267,665	(114,636,269)	631,396
Balance at 1 July 2018	115,267,665	(114,571,293)	696,372
Profit/(Loss) for the period	-	(202,972)	(202,972)
Other comprehensive income	-	-	-
Total comprehensive loss for the period	-	(202,972)	(202,972)
Issue of shares	-	-	-
Share issue costs	-	-	-
Balance at 31 December 2018	115,267,665	(114,774,265)	493,400

The accompanying notes form part of these financial statements and should
be read in conjunction with the accompanying notes

NAVIGATOR RESOURCES LIMITED
STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

	31 Dec 2018	31 Dec 2017
	\$	\$
Cash flows from operating activities		
Receipts from customers	-	-
Payments to suppliers and employees	(173,987)	(108,824)
Interest received	1,394	1,803
Net cash provided by / (used in) operating activities	(172,593)	(107,021)
Cash from investing activities		
Acquisition of tenement	-	-
Refund of guarantees / bonds	-	-
Net cash provided by / (used in) investing activities	-	-
Cash flows from financing activities		
Proceeds from borrowings	-	-
Repayment of borrowings	-	-
Net cash provided by / (used in) financing activities	-	-
Net decrease in cash and cash equivalents	(172,593)	(107,021)
Cash and cash equivalents at the beginning of the period	699,450	751,276
Cash and cash equivalents at the end of the period	526,857	644,255

The accompanying notes form part of these financial statements and should
be read in conjunction with the accompanying notes

NAVIGATOR RESOURCES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

1. Summary of Significant Accounting Policies

Statement of Compliance

Basis of Preparation

The half-year financial statements are general purpose financial statements prepared in accordance with the requirements of the Corporations Act 2001 and AASB 134: Interim Financial Reporting.

The Company is a for-profit entity for financial reporting purposes under Australian Accounting Standards. The half-year financial report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Company as in the full financial report.

It is recommended that this half-year financial report be read in conjunction with the annual financial report for the year ended 30 June 2018 and any public announcements made by Navigator Resources Limited during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

Accounting Policies

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the Company's annual financial report for the financial year ended 30 June 2018. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

Adoption of New and Revised Accounting Standards

In the half-year ended 31 December 2018, the directors have reviewed all the new and revised Standards and Interpretations issued by the AASB that are relevant to the Company's operations and effective for annual reporting periods beginning on or after 1 July 2018.

The Directors have determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on the Company and, therefore, no change is necessary to Company accounting policies. This is due to the Company not yet generating operating revenue and still being in the process of finalizing an initial business combination.

The Directors have also reviewed all new Standards and Interpretations issued but are not yet effective for the half-year ended 31 December 2018. At this stage, the Directors have determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on the Company and, therefore, no change is necessary to Company accounting policies.

Significant Accounting Judgements and Key Estimates

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

In preparing this half-year financial report, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial report for the year ended 30 June 2018.

NAVIGATOR RESOURCES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

2. Revenue and expenses

Loss before income tax includes the following revenues, income and expenses whose disclosure is relevant in explaining the performance of the Company:

	31 Dec 2018	31 Dec 2017
	\$	\$
(a) Other revenue		
Interest income	1,394	1,803
	1,394	1,803
(b) General and administration expenses		
Legal and professional fees	23,945	25,867
Costs associated with potential acquisitions	94,252	35,344
Costs associated with listing	23,764	28,198
Auditors fees	8,800	8,500
D&O insurance	8,088	7,608
Others	18,400	25,316
	177,248	130,833

3. Exploration and evaluation costs

	31 Dec 2018	30 June 2018
	\$	\$
Opening balance	27,118	27,118
Additions	-	-
Impairment	(27,118)	-
Closing balance	-	27,118

4. Segment information

Segment information for the year ended 30 June 2018 and half-year ended 31 December 2018 is not presented, as the Company is not yet in operation.

5. Contingent Liabilities

There has been no change in contingent liabilities since the last annual reporting date.

6. Subsequent Events

There have been no other matters or circumstances occurring subsequent to the financial period.