



BARRA RESOURCES LIMITED

ABN 76 093 396 859

An aerial photograph of a dry, scrubby landscape. The ground is reddish-brown and uneven, with scattered green and brown bushes and small trees. The horizon is flat under a clear blue sky.

**INTERIM
FINANCIAL REPORT**

31 DECEMBER 2018

CONTENTS

	Page
Directors' Report.....	1
Auditor's Independence Declaration	3
Condensed Statement of Profit or Loss and Other Comprehensive Income	4
Condensed Statement of Financial Position	5
Condensed Statement of Changes in Equity	6
Condensed Statement of Cash Flows	8
Notes to and Forming Part of the Condensed Consolidated Financial Report	9
Directors' Declaration	13
Independent Auditor's Review Report.....	14

Directors

Managing Director and CEO
Sean Gregory BSc (Hons) MBA

Non-Executive Chairman
Gary John Berrell BEc (Hons)

Non-Executive Director
Grant Jonathan Mooney BBus CA

Non-Executive Director
Jonathan Alister Young BCom CA F Fin

Company Secretary

Grant Jonathan Mooney BBus CA

Registered Office & Principal Place of Business

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Website: www.barraresources.com.au

Share Register

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Email: registrar@securitytransfer.com.au
Website: www.securitytransfer.com.au

Auditors

HLB Mann Judd
Level 4, 130 Stirling Street
Perth, WA 6000

Securities Exchange

The Company's securities are quoted on the Official List of the Australian Securities Exchange Limited (ASX)
2 The Esplanade
Perth, WA 6000

ASX Code

Shares: BAR

DIRECTORS' REPORT

The Directors present their report together with the financial report on Barra Resources Limited ("Barra" or "the Company") and its subsidiaries ("Group" or "Consolidated Group") 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:

DIRECTORS

The names and particulars of the Directors of the Company holding office during the financial year and at the date of this report are:

The Directors of the Company during or since the end of the half-year are:

- Gary Berrell
- Grant Mooney
- Jonathan (Jon) Young
- Sean Gregory

The above named directors held office during and since the end of the half-year, unless otherwise stated.

OPERATING RESULTS

The loss from ordinary activities of the Company for the half-year ended 31 December 2018 after income tax was \$527,665 (2017 loss: \$1,254,665).

REVIEW OF OPERATIONS

The Company undertook the following activities during the half-year ended 31 December 2018.

CORPORATE

- Mineral Resources Limited invested A\$2M into Barra Resources via a share placement at an issue price of \$0.035 per share for a 10.8% stake in the Company (refer ASX:BAR announcement 10/9/18).

PHILLIPS FIND PROJECT (WESTERN AUSTRALIA)

- 10,000m Air Core drilling program completed at Truth prospect.
- Broad gold anomalism (>0.1g/t gold) up to 33m thick encountered including significant gold intersections (+1.0g/t gold) of 4m @ 4.40 g/t Au and 4m @ 2.95 g/t Au (refer ASX:BAR announcement 17/1/19).
- Anomalous and highly encouraging gold trends defined and associated with strike extension of the Phillips Find Mine Sequence, that hosts multiple deposits at the Phillips Find Mining Centre.
- Program identifies and narrows focus to several new high priority targets that require further infill drilling and testing below the weathering profile.

BURBANKS PROJECT (COOLGARDIE, WESTERN AUSTRALIA)

- Maiden Indicated and Inferred Mineral Resource Estimate of 29,900 Oz at 2.59 g/t gold estimated for Main Lode Deposit (refer ASX:BAR announcement 30/10/18).
- Total Mineral Resources at Burbanks increased 24% to 125,300 Oz (refer ASX:BAR announcement 30/10/18).
- Mineral Resource estimates only a very small proportion of the strike and depth potential of the Burbanks high-grade gold system.

MT THIRSTY JOINT VENTURE (50% OWNED – NORSEMAN, WESTERN AUSTRALIA)

- Excellent progress made on advancing the PFS under the direction of tier one engineering firm Wood (Amec Foster Wheeler Pty Ltd).
- PFS Metallurgical testwork confirms leaching the whole ore is superior to beneficiation (refer ASX:BAR announcement 22/10/18).
- PFS Leaching extractions significantly increased to 85-88% for cobalt and 32-37% for nickel using SO₂ as the main reagent without the addition of any supplementary acid (refer ASX:BAR announcement 15/2/19). The implication of this result is that, subject to further engineering and

DIRECTORS' REPORT

allowance for losses during neutralisation and precipitation (targeted at 4%), additional revenue will be available for the project for little additional cost compared to the assumptions used in the 2017 Scoping Study.

- JORC 2012 Mineral Resource of 25.1Mdt @ 0.114% cobalt and 0.52% nickel estimated with 90% classified as Indicated (refer ASX:BAR announcement 4/3/19). The upgrade to JORC 2012 Indicated status makes the deposit eligible for consideration in a JORC 2012 Ore Reserve at the completion of a successful PFS and after application of appropriate modifying factors.
- Spring biological surveys completed and all land access matters are progressing well.
- Engineering to enable capital estimation to a PFS level of accuracy scheduled to commence subject to JV funding.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on the following page and forms part of this Directors' Report for the half year ended 31 December 2018.

Signed on 8th March 2019 in accordance with a resolution of the directors made pursuant to Section 306(3) of the Corporations Act 2001.

On behalf of the Directors:



SEAN GREGORY

Managing Director & CEO

Competent Persons' Statement

The information in this report which relates to Exploration Results at Phillips Find and Burbanks is based on, and fairly represents, information compiled by Mr Gary Harvey who is a Member of the Australian Institute of Geoscientists and a full-time employee of Barra Resources Limited.

The information in this report that relates to Exploration Results at Mt Thirsty is based on, and fairly represents, information compiled by Michael J Glasson, who is a member of the Australian Institute of Geoscientists. Mr Glasson is an employee of Tasman Resources Ltd and in this capacity acts as part time consultant to Conico Ltd and the Mt Thirsty JV. Mr Glasson holds shares in Conico Ltd.

The information in this report which relates to Mineral Resources at Main Lode, Burbanks is based on, and fairly represents, information compiled by Mr Andrew Bewsher who is a full-time employee of BM Geological Services Pty Ltd and a Member of the Australian Institute of Geoscientists.

For full details of the Burbanks Mineral Resources other than Main Lode, refer to ASX:KDR's 2016 Annual Report available to view on asx.com.au.

The information in this report which relates to Mineral Resources at Mt Thirsty is based on, and fairly represents, information compiled by Mr David Reid, who is a full-time employee of Golder Associates Pty Ltd, and a Member of the Australasian Institute of Mining and Metallurgy.

Messrs Harvey, Glasson, Bewsher, and Reid have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (the JORC Code).

The company is not aware of any new information or data that materially affects the information presented and that the material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Persons' findings are presented have not been materially modified from the original market announcements.

AUDITOR'S INDEPENDENCE DECLARATION



AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the consolidated financial report of Barra Resources Limited for the half-year ended 31 December 2018, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Perth, Western Australia
8 March 2019

A handwritten signature in blue ink, appearing to read 'D I Buckley'.

D I Buckley
Partner

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HLB Mann Judd (WA Partnership) is a member of HLB International, the global advisory and accounting network.

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME**
for the half-year ended 31 December 2018

	Note	Half-Year Ended 31 Dec 2018 \$	Half-Year Ended 31 Dec 2017 \$
CONSOLIDATED			
Other income		25,071	8,566
Total Revenue		25,071	8,566
Employee benefits expense		(256,863)	(162,438)
Exploration costs written off		(17,320)	(263,297)
Depreciation expense		(9,316)	(8,761)
Consulting expenses		(80,618)	(123,428)
Rental expenses		(37,178)	(51,693)
Administration expenses		(95,386)	(115,914)
Share-based payments	10	(47,055)	(537,700)
Change in fair value of equity investments		(9,000)	-
Total Expenses		(552,736)	(1,263,231)
Loss before income tax benefit		(527,665)	(1,254,665)
Income tax benefit		-	-
Loss after related income tax benefit		(527,665)	(1,254,665)
Other Comprehensive Income			
<i>Items that will not be reclassified to profit or loss:</i>			
Change in fair value of equity investments		-	(42,250)
Total comprehensive loss for the period		(527,665)	(1,296,915)
		Cents	Cents
Loss per share:			
Basic earnings / (loss) per share (cents per share)		(0.10)	(0.29)
Diluted earnings / (loss) per share (cents per share)		(0.10)	(0.29)

The accompanying notes form part of these financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

for the half-year ended 31 December 2018

	Note	31 Dec 2018	30 June 2018
		\$	\$
CONSOLIDATED			
CURRENT ASSETS			
Cash and cash equivalents		2,324,050	1,342,256
Trade and other receivables	3	46,717	54,143
Other		58,540	34,382
TOTAL CURRENT ASSETS		2,429,307	1,430,781
NON-CURRENT ASSETS			
Financial assets	4	21,000	30,000
Rental bond		15,000	15,000
Property, plant and equipment		10,832	11,518
Exploration and evaluation expenditure	5	10,624,318	9,890,472
TOTAL NON-CURRENT ASSETS		10,671,150	9,946,990
TOTAL ASSETS		13,100,457	11,377,771
CURRENT LIABILITIES			
Trade and other payables		133,048	121,167
Provisions		245,464	245,371
TOTAL CURRENT LIABILITIES		378,512	366,538
TOTAL LIABILITIES		378,512	366,538
NET ASSETS		12,721,945	11,011,233
EQUITY			
Issued capital	6	55,290,033	53,064,211
Reserves		758,888	768,633
Accumulated losses		(43,326,976)	(42,821,611)
TOTAL EQUITY		12,721,945	11,011,233

The accompanying notes form part of these financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the half-year ended 31 December 2018

	Issued Capital	Employee Equity- settled Benefits Reserve	Investment Revaluation Reserve	Accumulated Losses	Total attributable to equity holders of the entity
	\$	\$	\$	\$	\$
CONSOLIDATED					
Balance as at 1 July 2018	53,064,211	759,633	9,000	(42,821,611)	11,011,233
Adjustment on initial application of AASB 9	-	-	(9,000)	9,000	-
Adjusted Balance 1 July 2018	53,064,211	759,663	-	(42,812,611)	11,011,233
Loss for the period	-	-	-	(527,665)	(527,665)
Total comprehensive loss	-	-	-	(527,665)	(527,665)
Placement of 57,142,857 shares on 10/09/18	2,000,000	-	-	-	2,000,000
Share issue costs	(8,678)	-	-	-	(8,678)
Exercise of 4,000,000 options @ \$0.03 exercise price plus options value	135,700	(15,700)	-	-	120,000
Exercise of 4,000,000 options @ \$0.02 exercise price plus options value	98,800	(18,800)	-	-	80,000
Expense of previously issued Directors options	-	47,055	-	-	47,055
Expiry of options	-	(13,300)	-	13,300	-
Balance as at 31 Dec 2018	55,290,033	758,888	-	(43,326,976)	12,721,945

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the half-year ended 31 December 2018

	Issued Capital	Employee Equity-settled Benefits Reserve	Investment Revaluation Reserve	Accumulated Losses	Total attributable to equity holders of the entity
	\$	\$	\$	\$	\$
CONSOLIDATED					
Balance as at 1 July 2017	50,839,220	334,700	66,408	(41,222,004)	10,018,324
Loss for the period	-	-	-	(1,254,665)	(1,254,665)
Revalue Eastern Goldfields Limited shares 31/12	-	-	(27,750)	-	27,750
Revalue Nuheara Limited shares 31/12	-	-	(14,500)	-	14,500
Total comprehensive loss	-	-	(42,250)	(1,254,665)	(1,296,915)
Balance as at 1 July 2017	50,839,220	334,700	66,408	(41,222,004)	10,018,324
Share Purchase Plan, issue of 50,000,000 shares on 16/11/17	2,250,000	-	-	-	2,250,000
Share issue costs	(14,665)	-	-	-	(14,665)
Issue of 7,000,000 Directors options exercisable at \$0.08 by 16/11/20	-	158,200	-	-	158,200
Issue of 7,000,000 Directors options exercisable at \$0.09 by 16/11/20	-	147,000	-	-	147,000
Issue of 9,000,000 Directors options exercisable at \$0.10 by 16/11/20	-	175,500	-	-	175,500
Issue of 1,000,000 Employee options exercisable at \$0.08 by 16/11/20	-	20,500	-	-	20,500
Issue of 1,000,000 Employee options exercisable at \$0.09 by 16/11/20	-	18,900	-	-	18,900
Issue of 1,000,000 Employee options exercisable at \$0.10 by 16/11/20	-	17,600	-	-	17,600
Balance as at 31 Dec 2017	53,074,555	872,400	24,158	(42,476,669)	11,494,444

The accompanying notes form part of these financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the half-year ended 31 December 2018

	Half-Year Ended 31 Dec 18 \$	Half-Year Ended 31 Dec 17 \$
CONSOLIDATED		
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(485,782)	(609,739)
Interest received	14,093	8,084
NET CASH FLOWS (USED IN) OPERATING ACTIVITIES	(471,689)	(601,655)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(9,493)	(3,378)
Payments for exploration and evaluation expenditure	(733,846)	(543,008)
Proceeds from disposal of tenement	5,500	-
NET CASH FLOWS (USED IN) INVESTING ACTIVITIES	(737,839)	(546,386)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	2,200,000	2,250,000
Share issue costs	(8,678)	(14,665)
NET CASH FLOWS PROVIDED BY FINANCING ACTIVITIES	2,191,322	2,235,335
Net increase/(decrease) in cash and cash equivalents	981,794	1,087,294
Cash and cash equivalents at the beginning of the half-year	1,342,256	1,478,348
CASH AND CASH EQUIVALENTS AT THE END OF THE HALF-YEAR	2,324,050	2,565,642

The accompanying notes form part of these financial statements.

NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

NOTE 1: Summary of Accounting Policies

The significant accounting policies, which have been adopted in the preparation of this financial report, are:

(a) Statement of compliance

These interim financial statements are general purpose financial statements prepared in accordance with the requirements of the Corporations Act 2001, applicable accounting standards including AASB 134 'Interim Financial Reporting', Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board ('AASB'). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

This condensed half-year financial statements do 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 these financial statements be read in conjunction with the annual financial report for the year ended 30 June 2018 and any public announcements made by Barra Resources Limited during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

(b) Basis of preparation

The interim financial statements have been prepared on a historical cost basis, except for the revaluation of certain financial instruments to fair value. Cost is based on the fair value of the consideration given in exchange for assets. The Company is domiciled in Australia and all amounts are presented in Australian dollars, unless otherwise noted.

For the purpose of preparing the interim report, the half-year has been treated as a discrete reporting period.

The accounting policies and methods of computation adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the impact of the new and revised standards effective 1 July 2018 outlined in Note 1(c) below.

(c) Adoption of new and revised Accounting Standards

It has been determined by the directors 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 accounting policies.

AASB 15 Revenue establishes a new revenue recognition model and changes the expands and improves disclosures about revenue. This standard was adopted on required date of 1 July 2018. It has not had a material impact on the transactions and balances recognised in the financial statements.

The directors have also reviewed all other new Standards and Interpretations that have been issued but are not yet effective for the half-year ended 31 December 2018. As a result of this review 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. These accounting policies are consistent with Australian Accounting Standards and with International Reporting Standards.

AASB 16 Leases requires all leases, other than short term and low value asset leases to be accounted "on balance sheet". When this standard is first adopted for the year ending 30 June 2020, it is unlikely to have a material impact on the transactions and balances recognised in the financial statements.

(d) Significant accounting judgements and key estimates

The preparation of interim financial reports requires management to make judgments, 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.

AASB 9 Financial Instruments introduces new requirements for the classification and measurement of financial assets and liabilities and includes a forward-looking 'expected loss' impairment model and a substantially-changed approach to hedge accounting. This standard was adopted on required date of 1 July 2018. It has not had a material impact on the transactions and balances recognised in the financial statements. Total adjustment to opening Accumulated losses from adoption of AASB 9 is \$9,000.

NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

In preparing this interim report, the significant judgments 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.

NOTE 2: SEGMENT REPORTING

Operating segments are identified on the basis of internal reports about components of the Group that are reviewed by the chief operating decision maker in order to allocate resources to the segment and assess its performance. The chief operating decision maker of Barra Resources Limited reviews internal reports prepared as financial statements and strategic decisions of the Group are determined upon analysis of these internal reports. During the period, the Group operated predominately in one business and geographical segment being the minerals exploration sector in Western Australia. Accordingly, under the 'management approach' outlined only one operating segment has been identified and no further disclosure is required in the notes to the financial statements.

NOTE 3: RECEIVABLES

	Half Year 31 Dec 2018	Year ended 30 June 2018
	\$	\$
Trade debtors	29,266	48,082
Other debtors	17,451	6,061
Total current trade and other receivables	46,717	54,143

NOTE 4: FINANCIAL ASSETS

Mining tenement bond	21,000	21,000
Equity investments	-	9,000
Total financial assets	21,000	30,000

NOTE 5: EXPLORATION AND EVALUATION EXPENDITURE

Mineral exploration and evaluation expenditure costs carried forward

Opening balance	9,890,472	8,699,075
Less: expenditure written off ¹	-	(180,647)
Add: expenditure for the period	733,846	1,372,044
Total exploration and evaluation expenditure	10,624,318	9,890,472

The recoupment of costs carried forward in relation to areas of interest in the exploration and evaluation phases is dependent upon the successful development and commercial exploitation or sale of the respective areas.

¹ Relates to expenditure on tenements where rights to tenure is no longer current.

**NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED
FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2018**

NOTE 6: ISSUED CAPITAL

	30 June 2018	30 June 2018
	No of shares	\$
Opening balance 1 July 2017	423,747,883	50,839,220
Placement of shares	50,000,000	2,250,000
Share issue costs		(25,009)
Closing balance 30 June 2018	473,747,883	53,064,211
Opening balance 1 July 2018	473,747,883	53,064,211
Placement of shares	57,142,857	2,000,000
Exercise of options	8,000,000	234,500
Share issue costs		(8,678)
Closing balance 31 December 2018	538,890,740	55,290,033

NOTE 7: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There have been no changes in contingent liabilities or contingent assets since the most recent annual report.

NOTE 8: SUBSEQUENT EVENTS

No significant events have occurred subsequent to the reporting date.

NOTE 9: FINANCIAL INSTRUMENTS

The Company has financial investments in listed securities (level 1) which are measured at fair value at the end of the reporting period. These are valued with reference to the closing market price at balance date.

In relation to other financial assets and liabilities held at balance date, the Directors consider the carrying value recognised in the financial statements approximate their fair value.

**NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED
FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2018**

NOTE 10: SHARE-BASED PAYMENTS

No options were issued during the half year. Using the Black & Scholes options valuation and methodology, the fair value of the options issued were calculated. The following inputs were used for options:

During the period \$47,055 was recognised in relation to the options as noted below:

INPUT	DIRECTOR OPTIONS @ \$0.08	DIRECTOR OPTIONS @ \$0.09	DIRECTOR OPTIONS @ \$0.10	EMPLOYEE OPTIONS @ \$0.08	EMPLOYEE OPTIONS @ \$0.09	EMPLOYEE OPTIONS @ \$0.10
Share price	\$0.056	\$0.056	\$0.056	\$0.053	\$0.053	\$0.053
Grant date	16-Nov-17	16-Nov-17	16-Nov-17	30-Nov-17	30-Nov-17	30-Nov-17
Expected volatility	75%	75%	75%	75%	75%	75%
Expiry date	16-Nov-20	16-Nov-20	16-Nov-20	16-Nov-20	16-Nov-20	16-Nov-20
Risk free interest rate	1.5%	1.5%	1.5%	1.5%	1.5%	1.5%
Value per option	\$0.0226	\$0.0210	\$0.0195	\$0.0205	\$0.0189	\$0.0176
Number of options	7,000,000	7,000,000	9,000,000	1,000,000	1,000,000	1,000,000
Value of options	\$158,200	\$147,000	\$175,500	\$20,500	\$18,900	\$17,600
Total Expensed to 31/12/18	\$158,200	\$147,000	\$79,588	\$20,500	\$18,900	\$17,600
Total Expensed in half year 31/12/18	-	\$31,989	\$15,066	-	-	-

DIRECTOR'S DECLARATION

In the opinion of the directors of Barra 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 Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - b) giving a true and fair view of the Group's financial position as at 31 December 2018 and of its performance for the half-year then ended.
 - c) the interim financial statements and notes thereto are in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board
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.

This declaration has been made after receiving the declarations required to be made to the Directors in accordance with Section 303(5) of the Corporations Act 2001 for the half-year ended 31 December 2018.

On behalf of the Directors



SEAN GREGORY
Managing Director

Dated in Perth this 8th day of March 2019

INDEPENDENT AUDITOR'S REVIEW REPORT



INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Barra Resources Limited

Report on the Condensed Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Barra Resources ("the company") which comprises the condensed consolidated statement of financial position as at 31 December 2018, the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory notes, and the directors' declaration, for the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

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 Barra Resources 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 December 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 the *Corporations Regulations 2001*.

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 gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 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 the company, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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INDEPENDENT AUDITOR'S REVIEW 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*.

A handwritten signature in blue ink that reads 'HLB Mann Judd'.

**HLB Mann Judd
Chartered Accountants**

A handwritten signature in blue ink that reads 'D I Buckley'.

**D I Buckley
Partner**

**Perth, Western Australia
8 March 2019**



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