



AND CONTROLLED ENTITY
ABN 22 009 171 046

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

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CORPORATE DIRECTORY

Directors	Jonathan Whyte Rhys Bradley Michael Jardine	Non-Executive Director Non-Executive Director Non-Executive Director
Company Secretary	Jonathan Whyte	
Registered and Principal Office	Unit 32/33, 22 Railway Road Subiaco WA 6008 PO Box 8129 Subiaco East WA 6008 Telephone: +61 8 9380 9920 Facsimile: +61 8 9381 5064 Website: www.indusenergy.com.au	
Share Registry	Computershare Investor Services Pty Ltd Level 11 172 St Georges Terrace Perth WA 6000	
Auditors	PKF Perth 5th Floor 35 Havelock Street West Perth WA 6005	
Stock Exchange	Indus Energy NL is a public company listed on the Australian Securities Exchange and incorporated in Western Australia.	
ASX Codes	IND – Ordinary Fully Paid Shares	

DIRECTORS' REPORT

Your Directors submit the financial report of Indus Energy NL ('the Company' or 'Indus') and controlled entity (the consolidated entity) for the half-year ended 31 December 2018.

DIRECTORS

The Directors of the Company in office at any time during or since the end of the half-year are as follows. Directors were in office for this entire period unless otherwise stated.

Jonathan Whyte	Non-Executive Director
Rhys Bradley	Non-Executive Director
Michael Jardine	Non-Executive Director

REVIEW AND RESULTS OF OPERATIONS

The net loss of the consolidated entity from continuing operations for the half year ended 31 December 2018 was \$155,096. (2017: \$158,578).

Term Sheet Entered with New Era

On 18 October 2018 the Company announced that it had entered into a non-binding term sheet to acquire 100% of the issued capital of New Era Oil and Gas Pty Ltd (New Era).

New Era is a South Australian based private oil and gas Company which at that time had entered into an agreement to farm into 50% positions in two onshore oil and gas exploration blocks in the Cooper Basin, South Australia. The New Era Board and management includes a team of highly experienced oil and gas professionals who will drive the exploration and development process on the acquisition assets and lead a strategy to grow the Company's asset portfolio. The focus of New Era will be on acquiring further onshore Australian assets, specifically in the Cooper Basin.

The New Era transaction is subject to a number of conditions precedent, including in-principle approval by ASX of the transaction for the purposes of completing a reverse takeover and Indus/New Era being re-admitted to trading on the ASX. The Company submitted the draft application for in-principle approval to ASX during Q4 2018 and a result of feedback from ASX to the draft application, has now re-submitted a revised application. At the time of this report the Company is awaiting ASX response to this revised application.

The transaction is subject to the completion of due diligence and the entering into a binding share sale agreement by New Era and Indus, a draft of which has been prepared in anticipation of a positive ASX response to its submission. Once a binding agreement is finalised, the transaction will be subject to Indus shareholders' approval, completion of a capital raising, compliance with Chapters 1 and 2 of the ASX Listing Rules and re-admission to the official list of ASX.

Further details of the transaction, including detailed information on New Era's oil and gas assets and key management personnel, the key terms of the transaction, indicative capital structure and transaction timetable will be announced on the signing of the binding share sale agreement.

DIRECTORS' REPORT

CORPORATE

Cost Reduction Measures

The Company continues to keep all expenditure and overheads to a minimum and will maintain this policy until such point as the Company is fully engaged in operational activity. To further preserve capital, all Board members have agreed to salary sacrifice their directors' fees until such time as a transaction enabling a reinstatement of the Company's securities on the ASX has been completed.

SUBSEQUENT EVENTS

No matters or circumstances have arisen since the end of the reporting date and the date of this report which significantly affects or may significantly affect the results of the operations of the Company which have not been disclosed in Company announcements.

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration under section 307C of the *Corporations Act 2001* is set out on page 6 of this report.

Signed in accordance with a resolution of the Board of Directors.



Jonathan Whyte
Non-Executive Director / Company Secretary

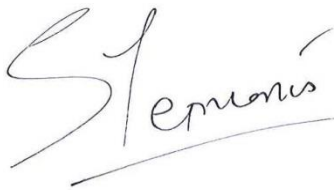
14 March 2019

AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF INDUS ENERGY NL

In relation to our review of the financial report of Indus Energy NL for the half year ended 31 December 2018, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.



PKF PERTH



SIMON FERMANIS
PARTNER

14 MARCH 2019
WEST PERTH,
WESTERN AUSTRALIA

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

Notes	31 Dec 2018 \$	31 Dec 2017 \$
Other income	2,151	3,959
External professional services	(23,215)	(34,288)
Corporate costs	(81,262)	(75,010)
Compliance costs	(52,770)	(53,239)
Loss Before Income Tax	(155,096)	(158,578)
Income tax expense	-	-
Loss from Continuing Operations	(155,096)	(158,578)
Other Comprehensive Income:		
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translation of foreign controlled entity	137	(95)
Total Comprehensive Loss for the Half-Year	(154,959)	(158,673)
Basic loss per share (cents per share)	(0.097)	(0.101)
Diluted loss per share (cents per share)	(0.097)	(0.101)

The accompanying notes form part of these financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2018

	Notes	31 Dec 2018 \$	30 Jun 2018 \$
CURRENT ASSETS			
Cash and cash equivalents		873,448	976,539
Trade and other receivables		24,935	16,748
TOTAL CURRENT ASSETS		898,383	993,287
TOTAL ASSETS			
		898,383	993,287
CURRENT LIABILITIES			
Trade and other payables		36,645	112,590
Other liabilities		17,868	17,868
TOTAL CURRENT LIABILITIES		54,513	130,458
TOTAL LIABILITIES			
		54,513	130,458
NET ASSETS			
		843,870	862,829
EQUITY			
Issued capital	4	133,084,481	132,948,481
Reserves		1,648,016	1,647,879
Accumulated losses		(133,888,627)	(133,733,531)
TOTAL EQUITY		843,870	862,829

The accompanying notes form part of these financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

	Notes	Share Capital Ordinary \$	Accumulated Losses \$	Foreign Currency Translation Reserve \$	Total \$
Balance at 1 July 2017		132,912,481	(133,443,388)	1,647,685	1,116,778
Loss for the half-year		-	(158,578)	-	(158,578)
Foreign currency translation		-	-	(95)	(95)
Total comprehensive loss for the half-year		-	(158,578)	(95)	(158,673)
Transactions with owners in their capacity as owners:					
Shares issued during the period	4	36,000	-	-	36,000
Balance at 31 December 2017		132,948,481	(133,601,966)	1,647,590	994,105
Balance at 1 July 2018		132,948,481	(133,733,531)	1,647,879	862,829
Loss for the half-year		-	(155,096)	-	(155,096)
Foreign currency translation		-	-	137	137
Total comprehensive loss for the half-year		-	(155,096)	137	(154,959)
Transactions with owners in their capacity as owners:					
Shares issued during the period	4	136,000	-	-	136,000
Balance at 31 December 2018		133,084,481	(133,888,627)	1,648,016	843,870

The accompanying notes form part of these financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

	Notes	31 Dec 2018 \$	31 Dec 2017 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Payments to suppliers and employees		(105,379)	(161,522)
Interest received		2,151	3,959
Net cash (used in) operating activities		(103,228)	(157,563)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from security term deposit		-	35,000
Net cash provided by investing activities		-	35,000
Net decrease in cash and cash equivalents held		(103,228)	(122,563)
Cash and cash equivalents at the beginning of the financial period		976,539	1,173,198
Effects of exchange rate fluctuations on cash and cash equivalents held in foreign currencies		137	(95)
CASH AND CASH EQUIVALENTS AT THE END OF THE HALF-YEAR		873,448	1,050,540

The accompanying notes form part of these financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1: BASIS OF PREPARATION

a) Basis of preparation

This general purpose interim financial report for the half-year reporting period ended 31 December 2018 has been prepared in accordance with Australian Accounting Standard 134 *Interim Financial Reporting* and other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001* as appropriate for “for-profit” orientated entities. Compliance with AASB134 ensures compliance with International Financial Reporting Standard IAS 34, ‘Interim Financial Reporting’.

The half-year report has been prepared on an accruals and historical cost basis.

This interim report does not include all the notes of the type normally included in an annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and operating and financing activities of the consolidated entity as the full financial report. Accordingly, this interim financial report is to be read in conjunction with the annual report for the year ended 30 June 2018 and any public announcements made by Indus Energy NL during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

This interim financial report was approved by the Board of Directors on 14 March 2019.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

The consolidated entity has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the consolidated entity.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been adopted early.

b) Going concern

The half year financial statements have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the normal course of business. The consolidated entity incurred a loss from continuing operations of \$155,096 for the period ended 31 December 2018 (2017: \$158,578) and negative operating cash outflows of \$103,228 (2017: \$157,563).

The ability of the Company and the consolidated group to continue to pay its debts as and when they fall due is dependent upon the Company successfully raising additional share capital as and when required.

The Directors believe it is appropriate to prepare these accounts on a going concern basis because the Company is preserving its strong cash position and has reduced all corporate and other overheads to a minimum. This policy will be maintained until such point as the Company is fully engaged in operational activity.

In the event that the consolidated group is not able to obtain sufficient funding and/or contain certain expenditure as outlined above, there is a significant uncertainty whether the consolidated group will continue as a going concern and therefore whether they will realise their assets and extinguish their liabilities in the normal course of business and at the amounts stated in its financial report.

c) Estimates

The preparation of the interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these interim financial statements, significant judgment made by management in applying the consolidated entity’s accounting policies and key sources of estimation were the same as those that were applied to the consolidated financial statements as at and for the year ended 30 June 2018.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 2: OPERATING SEGMENTS

The consolidated entity has identified its operating segments based on internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources. Segments are identified on the basis of area of interest. Financial information about each segment is provided to the chief operating decision makers on at least a monthly basis.

The consolidated entity has one reportable operating segment as follows:

- Australia

NOTE 3: CONTINGENT LIABILITIES

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

NOTE 4: ISSUED CAPITAL

	<i>Note</i>	31 Dec 2018 No of Shares	30 Jun 2018 No of Shares	31 Dec 2018 \$	30 Jun 2018 \$
Ordinary shares - fully paid	(a)	165,644,076	159,167,885	134,792,966	134,656,966
Ordinary shares - partly paid to \$0.40		4,644	4,641	20,420	20,420
Ordinary shares - partly paid to \$0.02		29,156	29,147	6,413	6,413
Share issue costs				(1,735,318)	(1,735,318)
				133,084,481	132,948,481

(a) Movement in ordinary shares - fully paid

For the six months ended 31 December 2018	Date	No of shares	Share value	
			\$	\$
Opening balance		159,167,885		134,656,966
Shares issued during the half				
- Salary Sacrifice Scheme ¹	06-Dec-18	6,476,191	0.021	136,000
Closing balance		165,644,076		134,792,966

¹ On 6 December 2018, 6,476,191 shares were issued to Non-Executive Directors under a Salary Sacrifice Scheme as approved at the Annual General Meeting held on 27 November 2018.

For the year ended 30 June 2018	Date	No of shares	Share value	
			\$	\$
Opening balance	01-Jul-17	157,453,599		134,620,966
Shares issued during the year				
- Salary Sacrifice Scheme	18-Dec-17	1,714,286	0.021	36,000
Closing balance		159,167,885		134,656,966

- (a) Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the Company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value. On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

There have been no movements in the share options reserve and the share-based payment reserve since the last annual reporting date.

NOTE 5: EVENTS SUBSEQUENT TO REPORTING DATE

No matters or circumstances have arisen since the end of the reporting date and the date of this report which significantly affects or may significantly affect the results of the operations of the Company which have not been disclosed in Company announcements.

DIRECTORS' DECLARATION

The directors declare that:

1. The financial statements and notes, as set out on pages 7 to 12, are in accordance with the *Corporations Act 2001*, including
 - (a) complying with Australian Accounting Standard AASB134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (b) 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.
2. In the directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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



Jonathan Whyte
Non-Executive Director / Company Secretary

14 March 2019

INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
INDUS ENERGY NL

Report on the Half-Year Financial Report

Conclusion

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

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 Act 2001 and for such internal controls 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.

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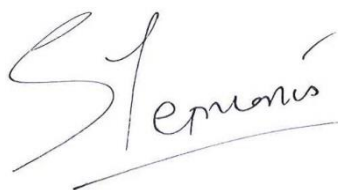
Auditor's Responsibility

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 Corporation Regulations 2001. As the auditor of Indus Energy NL and the entity it controlled during the half year, 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 PERTH

SIMON FERMANIS
PARTNER14 MARCH 2019
WEST PERTH,
WESTERN AUSTRALIA