

**OKLO RESOURCES LIMITED**

**ABN 53 121 582 607**

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

## **CORPORATE INFORMATION**

### **DIRECTORS**

Mr Simon O'Loughlin (Non-Executive Chairman)  
Mr Simon Taylor (Managing Director)  
Dr Madani Diallo (Executive Director)

### **COMPANY SECRETARY**

Ms Louisa Martino

### **BANKER**

National Australia Bank Limited  
South Sydney Partnership  
Suite 1, Level 6, 5-13 Rosebery Ave,  
Rosebery, NSW 2018

### **AUDITORS**

BDO Audit (WA) Pty Ltd  
38 Station Street  
Subiaco, WA, 6008

### **REGISTERED OFFICE**

Level 5, 56 Pitt Street  
Sydney NSW 2000

Telephone: +61 2 8823 3110  
Facsimile: +61 2 9252 8466  
Website: [www.okloresources.com](http://www.okloresources.com)

### **STOCK EXCHANGE**

The Company's securities are quoted on the official list of the Australian Securities Exchange Limited (ASX code: OKU).

### **SHARE REGISTRY**

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

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### DIRECTORS' REPORT

The Directors present their report together with the financial statements of Oklo Resources Limited and its controlled entities ("Oklo Resources" or "the Group") for the half-year ended 31 December 2018.

### DIRECTORS

The following persons held office as a Director of Oklo Resources during the half year ended 31 December 2018:

Mr Simon O'Loughlin (Non-Executive Chairman) - Appointed 24 December 2018

Mr Michael Fotios (Non-Executive Chairman) - Resigned 24 December 2018

Mr Simon Taylor (Managing Director)

Dr Madani Diallo (Executive Director)

All the Directors shown were in office from the beginning of the half-year until the date of this report, unless otherwise stated.

### RESULTS

The net loss of the economic entity for the half year ended 31 December 2018 was \$639,477 (2017: \$1,347,910).

No dividends were paid or declared by the company during the half-year.

### REVIEW OF OPERATIONS

The following is a summary of the activities of Oklo Resources during the period 1 July 2018 to 31 December 2018. It is recommended that this half-yearly report be read in conjunction with the 30 June 2018 Annual Report and any public announcements made by the Company during the period.

In accordance with the continuous disclosure requirements, readers are referred to the announcements lodged with the Australian Securities Exchange regarding the activities of the Company.

### CORPORATE

Oklo Resources remained well-funded with cash reserves of \$12.6 million as at the end of the reporting period.

During the half-year the Company exercised its option to acquire 100% ownership of the 90.7km<sup>2</sup> Kouroufing Project, located to the east of the regionally significant Senegal Mali Shear Zone ("SMSZ") and in close proximity to its Dandoko Project.

During the half-year the Company also entered into agreements to acquire 100% ownership of the Sari and Kossaya projects. These projects cover a combined 84km<sup>2</sup> and are also both located within 5km of the Company's Dandoko Project

Oklo Resources' Annual General Meeting was held on 21 November 2018 with all resolutions put to shareholders passed without amendment on a show of hands.

On 24 December, Mr Simon O'Loughlin was appointed as Non-executive Chairman following the retirement of Mr Michael Fotios.

A total of 513,000 options with an exercise price of 15c were exercised during the half-year.

### DIRECTORS' REPORT (Continued)

#### EXPLORATION OVERVIEW

In July 2018, the Company completed its 2017-18 drill season comprising shallow aircore (AC), deeper reverse circulation (RC) and diamond drilling (DD) programs at Seko testing for both strike and depth extensions to the oxide gold mineralisation, previously encountered through AC drilling to a vertical depth of circa 80m and through deeper RC and DD drilling to vertical depths of between 180 - 200m at Seko Anomaly 2 (SK2) and Seko Anomaly 3 (SK3), as well as initial testing of other regional targets along the Dandoko gold corridor and within the nearby Kouroufing e Project.

#### DANDOKO

##### PHASE 2 SEKO DRILLING RESULTS (2018)

The Seko auger gold anomalies comprise five coherent gold trends (SK1-5) with a combined strike length of 7km, all within the Dandoko gold corridor.

##### SK2 Anomaly

The SK2 anomaly extends over 1km, with widespread bedrock gold mineralisation intersected from previous shallow AC and limited RC and DD drilling. Drilling has successfully confirmed a coherent, steep south-easterly plunging, high grade shoot over a strike length of 80m, extending from surface to a vertical depth of 195m which remains open down-plunge.

Exceptional high-grade gold from diamond (metallurgical) drill (DD) hole, results include:

- 7m at 16.24g/t gold from 0m; including
  - 2m at 46.75g/t gold from 4m and
- 40m at 10.66g/t gold from 25m; including
  - 10m at 23.82g/t gold from 25m and
  - 9m at 11.51g/t gold from 43m

AC drilling 400m to the north of SK2 identified a new mineralised zone with results including:

- 11m at 1.79g/t gold from 31m with the hole ending in mineralisation; including
  - 2m at 5.01g/t gold from 40m

##### SK3 Anomaly

The SK3 anomaly extends over 1.2km, with widespread bedrock gold mineralisation intersected from previous shallow AC and limited RC and DD drilling. Deeper RC and DD drilling has focused on the northern portion of SK3, testing for depth extensions to the previously reported shallow oxide gold mineralisation and gathering structural data to assist in future drill planning.

Results demonstrate the potential for further discoveries at SK3 with a significant new intersection from the most northern line of drilling, offset 100m to the east of the main SK3 trend. RC hole RCSK18-072 returned:

- 20m at 3.03g/t gold from 209m; including
  - 3m at 10.24g/t gold from 226m with the hole ending in mineralisation at 229m

Significant intersections from other drill holes, testing for extensions to the broad zone of oxide gold mineralisation at SK3 include:

- 28m at 2.20g/t gold from 155m; including
  - 6m at 4.62g/t gold from 142m
- 27m at 1.35g/t gold from 63m
- 11m at 2.07g/t gold from 10m; including
  - 5m at 3.46g/t gold from 16m
- 115m at 0.49g/t gold from 182m with the hole ending in mineralisation at 297m

### DIRECTORS' REPORT (Continued)

#### EXPLORATION OVERVIEW (Continued)

The latest RC and DD results confirm that the gold mineralisation at SK3 dips moderately to the West. The mineralisation remains open along strike and now extends from surface to a vertical depth of 245m.

#### METALLURGICAL RESULTS – SEKO

A total of 86 samples (20 oxide and 66 primary) were collected from reverse circulation (RC) and diamond drilling (DD) at Seko anomalies SK1-3 and were submitted for 24-hour bottle roll cyanide leach analysis. Encouragingly, results from the bottle roll cyanide leach analysis on representative samples from the Seko prospect returned an average difference on oxide and primary mineralisation of less than 5% (95% recovery) between the original fire assay and follow up bottle roll assays.

While this preliminary testing was only the first of an initial program of metallurgical work, the early results indicate an easily recoverable gold at Seko.

#### DANDOKO GOLD CORRIDOR - SORY AND DABIA

##### Sory Prospect

Located 1.5km south of Seko, follow-up RC and AC drilling was completed at Sory during the period. The drilling was successful in intersecting gold mineralisation at depth associated with the previously outlined auger gold geochemical anomalies. Significant intersections included 44m at 1.37g/t gold including 14m at 2.46g/t gold, and 35m at 1.00g/t gold including 4m at 3.40g/t gold.

##### Dabia Prospect

During the period, 8 AC drill traverses successfully intersected gold mineralisation coincident with the auger anomalies with individual grades of up to 16.00g/t gold returned along with multiple intercepts of anomalous to low grade mineralisation. Significant intersections were 25m at 2.50g/t gold, including 4m at 5.03g/t gold, 5m at 4.85g/t gold, 9m at 2.66g/t gold including 2m at 5.91g/t gold. Dabia is located 1.5km north of Seko.

#### KOUROUFING PROJECT RESULTS

During the period the Company announced that shallow geochemical auger drilling (average hole depth 15m) over approximately 25% of the Project area had revealed a 6km gold corridor with extensive anomalies identified.

Numerous gold anomalies of over 1km length identified with +1 g/t gold returned from the shallow holes. Best composite intersections include:

- 8m at 14.35g/t gold from 5m and
- 5m at 2.18g/t gold from 7m and
- 15m at 1.25g/t gold from surface

#### 2018-19 FIELD SEASON

During November 2018, the Company's 2018-19 field season commenced with its fully funded \$5 million drilling program in full operation. The 69,000m program, consisting of DD, RC, AC and Auger drilling, is focused on advancing the Seko gold discovery and the ongoing evaluation of the 12km Dandoko Gold Corridor and recently acquired Kouroufing Project.

**DIRECTORS' REPORT (Continued)**

**EXPLORATION OVERVIEW (Continued)**

The main focuses of the program are the following targets:

**SEKO GOLD DISCOVERY**

RC and DD drilling will continue to test for strike and depth extensions to the known mineralisation at Seko, including over 3,000m of DD drilling. The objective of the DD drilling will be to test for extensions to the north and south at SK3, including follow-up testing of the northern-most hole that intersected 20m at 3.03g/t gold including 3m at 10.24g/t gold at the bottom of the hole before being terminated due to bit failure. At SK2, DD holes will test for mineralisation at depth down plunge as well as along strike.

**DANDOKO GOLD CORRIDOR**

The Sory and Dabia discoveries will be further tested by RC and AC drilling, whilst first pass AC drilling will target other anomalies previously outlined by reconnaissance auger drilling along the under-explored 12km Dandoko gold corridor.

**REGIONAL TARGETS - DANDOKO AND KOUROUFING**

Following the highly successful application of low-cost reconnaissance auger drilling in outlining both the Dandoko and Kouroufing gold corridors, 15% of the budget has been allocated for a further 25,000m of regional auger drilling. The auger drilling will test for extensions to the 6km gold corridor at Kouroufing, which remains open to the north and south, including potential extensions into the Company's adjoining Kossaya Project and is progressing to schedule.

**OTHER PROJECTS**

The Group did not undertake any work at its other projects in west and south Mali during the reporting period.

**Competent Person's Declaration**

*The information in this report that relates to Exploration Results is based on information compiled by geologists employed by Africa Mining (a wholly owned subsidiary of Oklo Resources) and reviewed by Mr Simon Taylor, who is a member of the Australian Institute of Geoscientists. Mr Taylor is the Managing Director of Oklo Resources Limited. Mr Taylor is considered to have sufficient experience deemed relevant to the style of mineralisation and type of deposit under consideration, and to the activity that he is undertaking to qualify as a Competent person as defined in the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (the 2012 JORC Code). Mr Taylor consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.*

*This report contains information extracted from previous ASX market announcements (refer list below) reported in accordance with the JORC Code (2012) and available for viewing at [www.okloresources.com](http://www.okloresources.com). Oklo Resources confirms that in respect of these announcements it is not aware of any new information or data that materially affects the information included in any original ASX market announcement. The announcements are as follows:*

**Dandoko Project:**

*Announcements dated 21st December 2016, 30th January 2017, 21st February 2017, 3rd March 2017, 7th March 2017, 15th March 2017, 30th March 2017, 6th April 2017, 26th April 2017, 29th May 2017, 21st June 2017, 12th July 2017, 25th July 2017, 14th August 2017, 16th August 2017, 4th September 2017, 28th November 2017, 5th December 2017, 20th December 2017, 5th February 2018, 22nd February 2018, 8th March 2018, 28th March 2018, 3rd May 2018, 16th May 2018, 22nd May 2018, 2nd July 2018, 6th August 2018, 28th August 2018, 3rd September 2018, 19th September 2018, 23rd October 2018, 25th October 2018 and 18th December 2018.*

**Kouroufing Project:**

*Announcements dated 12th September 2018 and 12th November 2018.*

**DIRECTORS' REPORT (Continued)**

**SIGNIFICANT CHANGES**

There have been no changes in the state of affairs of the economic entity that occurred during the half-year under review not otherwise disclosed in this report.

**EVENTS SUBSEQUENT TO BALANCE DATE**

Subsequent to the reporting date:

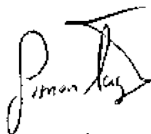
- i) On 1 February 2019, the Company issued a 987,000 fully paid ordinary shares from the exercise of options that expired on 27 January 2019.

Other than the above, there has not been any matter or circumstance that has arisen since the end of the financial year, that has significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

**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 page 9.

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



Simon Taylor  
Managing Director  
Date: 14 March 2019  
Sydney, New South Wales



# DECLARATION OF INDEPENDENCE BY NEIL SMITH TO THE DIRECTORS OF OKLO RESOURCES LIMITED

As lead auditor for the review of Oklo Resources Limited for the half-year ended 31 December 2018, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

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



Neil Smith

Director

BDO Audit (WA) Pty Ltd

Perth, 14 March 2019

## OKLO RESOURCES LIMITED

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

	Note	31 December 2018 \$	31 December 2017 \$
<b>Continuing Operations</b>			
Other income		16,243	-
Employee benefits expense		(217,312)	(175,000)
Superannuation		(16,387)	-
Share based payments expense	6	-	(821,043)
Professional fee expense		(62,500)	(58,500)
Legal expense		(2,471)	(18,627)
Administration expenses		(147,637)	(140,873)
Business Development		(101,404)	(80,363)
Travel and accommodation expense		(69,365)	(54,748)
Occupancy expense		(36,248)	(17,980)
Foreign currency exchange		(13,225)	(17,569)
<b>Results from operating activities</b>		<b>(650,306)</b>	<b>(1,384,703)</b>
Finance income		10,832	37,766
Finance costs		(3)	(973)
Net finance income		10,829	36,793
<b>Profit/ (Loss) before income tax expense</b>		<b>(639,477)</b>	<b>(1,347,910)</b>
Income tax expense		-	-
<b>Profit/(Loss) after tax from continuing operations</b>		<b>(639,477)</b>	<b>(1,347,910)</b>
<b>Net profit/(loss) for the half-year</b>		<b>(639,477)</b>	<b>(1,347,910)</b>
<b>Other comprehensive income</b>			
<b>Items that will be reclassified to profit or loss</b>			
Foreign currency translation differences for foreign operations		1,150,460	373,575
<b>Other comprehensive income for the half-year, net of income tax</b>		<b>1,150,460</b>	<b>373,575</b>
<b>Total comprehensive income/(loss) for the half-year</b>		<b>510,983</b>	<b>(974,335)</b>

*The accompanying notes form part of these financial statements*

## OKLO RESOURCES LIMITED

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

	31 December 2018 \$	31 December 2017 \$
<b>Profit/(Loss) for the half-year is attributable to:</b>		
Owners of Oklo Resources Limited	(639,477)	(1,347,910)
	(639,477)	(1,347,910)
<b>Total comprehensive income/(loss) for the half year is attributable to:</b>		
Owners of Oklo Resources Limited	510,983	(974,335)
	510,983	(974,335)
<b>Earnings per share for profit/ (loss) attributable to owners of Oklo Resources Limited</b>		
Basic profit/ (loss) per share (cents per share)	(0.18)	(0.45)
Diluted profit/ (loss) per share (cents per share)	(0.18)	(0.45)

*The accompanying notes form part of these financial statements*

# OKLO RESOURCES LIMITED

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2018

	Note	31 December 2018 \$	30 June 2018 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		12,587,071	18,366,296
Trade and other receivables		126,205	197,267
<b>TOTAL CURRENT ASSETS</b>		12,713,276	18,563,563
<b>NON-CURRENT ASSETS</b>			
Computer Software		39,150	-
Property, plant and equipment		865,373	934,596
Exploration and evaluation expenditure	2	38,768,258	33,245,336
<b>TOTAL NON-CURRENT ASSETS</b>		39,672,781	34,179,932
<b>TOTAL ASSETS</b>		52,386,057	52,743,495
<b>CURRENT LIABILITIES</b>			
Trade and other payables		1,432,921	2,645,389
<b>TOTAL CURRENT LIABILITIES</b>		1,432,921	2,645,389
<b>NON-CURRENT LIABILITIES</b>			
Provisions		44,461	26,649
<b>TOTAL NON-CURRENT LIABILITIES</b>		44,461	26,649
<b>TOTAL LIABILITIES</b>		1,477,382	2,672,038
<b>NET ASSETS</b>		50,908,675	50,071,457
<b>EQUITY</b>			
Contributed equity	3	62,173,119	61,925,515
Reserves		5,615,265	4,386,174
Accumulated losses		(16,879,709)	(16,240,232)
<b>TOTAL EQUITY</b>		50,908,675	50,071,457

*The accompanying notes form part of these financial statements.*

## OKLO RESOURCES LIMITED

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

	Contributed Equity	Accumulated losses	Foreign Currency Translation Reserve	Share Option Reserve	Total Reserves	Total
	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)
<b>Balance at 1 July 2018</b>	61,925,515	(16,240,232)	567,416	3,818,758	4,386,174	<b>50,071,457</b>
Profit/(Loss) for period	-	(639,477)	-	-	-	(639,477)
<b>Other comprehensive income</b>						
Exchange differences on translation of foreign operation	-	-	1,150,460	-	1,150,460	1,150,460
<b>Total comprehensive loss for the period</b>	-	(639,477)	1,150,460	-	1,150,460	510,983
<b>Transactions with owners in their capacity of owners</b>						
Contributions of equity, net of transaction costs	247,604	-	-	-	-	247,604
Share based payments for options vested during the period	-	-	-	78,631	78,631	78,631
<b>Balance at 31 December 2018</b>	<b>62,173,119</b>	<b>(16,879,709)</b>	<b>1,717,876</b>	<b>3,897,389</b>	<b>5,615,265</b>	<b>50,908,675</b>

## OKLO RESOURCES LIMITED

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

	Contributed Equity	Accumulated losses	Foreign Currency Translation Reserve	Share Option Reserve	Total Reserves	Total
	(\$)	(\$)	(\$)	(\$)	(\$)	(\$)
<b>Balance at 1 July 2017</b>	45,499,491	(14,436,741)	(91,659)	2,166,545	2,074,886	33,137,636
Profit/(Loss) for period	-	(1,347,910)	-	-	-	(1,347,910)
<b>Other comprehensive income</b>						
Exchange differences on translation of foreign operation	-	-	373,575	-	373,575	373,575
<b>Total comprehensive loss for the year</b>	-	(1,347,910)	373,575	-	373,575	(974,335)
<b>Transactions with owners in their capacity of owners</b>						
Contributions of equity, net of transaction costs	446,639	-	-	-	-	446,639
Share based payments for options issued to key management personnel	-	-	-	1,576,181	1,576,181	1,576,181
<b>Balance at 31 December 2017</b>	<b>45,946,130</b>	<b>(15,784,651)</b>	<b>281,916</b>	<b>3,742,726</b>	<b>4,024,642</b>	<b>34,186,121</b>

## OKLO RESOURCES LIMITED

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

	31 December 2018 \$	31 December 2017 \$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Receipts from customers	13,163	-
Payments to suppliers and employees	(604,555)	(553,711)
Interest received	10,832	37,766
Interest paid	(3)	(973)
Net cash (used) in operating activities	(580,563)	(516,918)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Payments for exploration	(5,178,484)	(3,461,133)
Acquisition of property, plant and equipment	(28,824)	(308,856)
Payment for computer software	-	(47,913)
Payments for acquisition of licences	(78,725)	
Net cash (used) in investing activities	(5,286,033)	(3,817,902)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from share issue (net of share issue costs)	70,627	446,639
Net cash provided from financing activities	70,627	446,639
Net increase/ (decrease) in cash held	(5,795,969)	(3,888,181)
Cash at beginning of the period	18,366,296	14,792,611
Foreign exchange variances on cash	16,744	(797)
Cash at end of the period	12,587,071	10,903,633

*The accompanying notes form part of these financial statements.*

**CORPORATE INFORMATION**

The consolidated financial statements of Oklo Resources Limited (the Company) for the half-year ended 31 December 2018 was authorised for issue in accordance with a resolution of the directors on 14 March 2019.

Oklo Resources Limited is a company limited by shares incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange.

The nature of the operations and principal activities of the Company and its subsidiaries are described in the Directors' report.

**Note 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES****a. Basis of Preparation**

These general purpose financial statements for the half-year reporting period ended 31 December 2018 have been prepared in accordance with Australian Accounting Standard 134 Interim Financial Reporting and the Corporations Act 2001.

These half-year financial statements do not include all the notes of the type normally included in annual financial statements and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and investing activities of the consolidated entity as the full financial statements. Accordingly, these half-year financial statements are to be read in conjunction with the annual financial statements for the year ended 30 June 2018 and any public announcements made by Oklo Resources during the half-year reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The half-year report has been prepared on an accruals basis and is based on historical costs.

**b. New accounting standards and interpretations****Adoption of new and amended accounting standards**

A number of new or amended standards became applicable for the current reporting period and the Company had to change its accounting policies as a result of the adoption of the following standards:

- AASB 9 Financial Instruments; and
- AASB 15 Revenue from Contracts with Customers.

The impact of the adoption of these standards and the new accounting policies are disclosed below.

The impact of these standards, and the other new and amended standards adopted by the Company, has not had a material impact on the amounts presented in the Company's financial statements.

**AASB 9 Financial Instruments - Impact of Adoption**

AASB 9 replaces the provisions of AASB 139 that relate to the recognitions, classification and measurement of financial assets and financial liabilities, derecognition of financial instruments, impairment of financial assets and hedge accounting.

The adoption of AASB 9 from 1 July 2018 resulted in no material changes in accounting policies and adjustments to the amounts recognised in the financial statements. The Company assessed which business models apply to the financial assets held by the Company and has classified its financial instruments into the appropriate AASB 9 categories.

There was no impact on the amounts recognised in the financial statements as a result of adoption.

**AASB 15 Revenue from Contracts with Customers - Impact of Adoption**

The Company has adopted AASB 15 from 1 July 2018 which has no material impact to the amounts recognised in the financial statements.



**Note 2: EXPLORATION AND EVALUATION EXPENDITURE**

	31 December 2018	30 June 2018
	\$	\$
<b>Exploration and Evaluation</b>		
At cost	38,768,258	33,245,336
<b>Opening net book amount</b>	33,245,336	19,042,353
Acquisitions (See below)	251,264	779,996
Exploration Expenditure	3,979,820	11,984,570
Share based payments capitalised (Note 6)	78,631	831,169
Foreign exchange differences	1,213,207	607,248
Total exploration and evaluation	38,768,258	33,245,336

During the half-year the Company acquired the following interests:

**Exercise of Option to Acquire Kouroufing Project**

On 25 October 2018, the Company announced that, having fulfilled its minimum expenditure obligations totalling €117,000 (\$190,182), it had exercised its option to acquire the Kouroufing permits by the issue of 648,641 fully paid shares in the Company equal to a value of 70,000,000 FCFA (approximately €106,000, A\$172,540). Further details of the terms of the Option are set out in the annual financial statements for the year ended 30 June 2018.

**Acquisition of Kossaya and Sari Projects**

On 19 July 2018, the Company announced that it had signed agreements to acquire 100% ownership of the Kossaya and Sari Projects, both located within 5km of the Company's flagship Dandoko Project in West Mali. The terms of the acquisitions are:

**Kossaya**

Oklo has the option to acquire 100% ownership of the Permit on the following terms:

1. Payment of 40,000,000 FCFA (Euro €60,000, A\$97,529) on execution of the Agreement.
2. On the first anniversary of the Agreement, Oklo can earn a 65% interest in the Permit for a further payment of 60,000,000 FCFA (Euro €90,000, A\$146,294) or the equivalent in Oklo shares at the election of the grantor, subject to Oklo completing a minimum expenditure totalling Euro €100,000 (A\$162,549) in the first year. Oklo may at its sole discretion terminate the Agreement at any time prior to the first anniversary by giving ten (10) days written notice having met the minimum expenditure requirement.

**Sari Project**

Oklo has the option to acquire 100% ownership of the Permit on the following terms:

1. Payment of 10,000,000 FCFA (Euro €15,000, A\$24,382) on execution of the Agreement.
2. On the first anniversary of the Agreement, Oklo can earn a 65% interest in the Permit for a further payment of 10,000,000 FCFA (Euro €15,000, A\$24,382) or the equivalent in Oklo shares at the election of the grantor subject to Oklo completing a minimum expenditure totalling Euro €117,000 (A\$190,182) in the first year. Oklo may at its sole discretion terminate the Agreement at any time prior to the first anniversary by giving ten (10) days written notice having met the minimum expenditure requirement.
3. On the second anniversary of the Agreement, Oklo can earn the remaining 35% interest in the Permit for a further payment of 10,000,000 FCFA (Euros €15,000, A\$24,382) or the equivalent in Oklo shares at the election of the grantor.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2018**
**Note 3: CONTRIBUTED EQUITY**

	<b>31 December 2018</b>		<b>30 June 2018</b>	
	<b>\$</b>		<b>\$</b>	
<b>(a) Issued and paid-up capital</b>				
Fully Paid Ordinary shares	62,173,119		61,925,515	
<b>(b) Movements in shares on issue</b>				
	<b>31 December 2018</b>		<b>30 June 2018</b>	
	<b>Number of Shares</b>	<b>\$</b>	<b>Number of Shares</b>	<b>\$</b>
Opening balance	352,706,280	61,925,515	285,228,236	45,499,491
Issued during the period (i)	-	-	67,478,044	17,229,783
Issued during the period (ii)	648,641	172,540	-	-
Issued during the period (iii)	500,000	75,000	-	-
Issued during the period (iv)	13,000	1,950	-	-
	353,867,921	249,490	67,478,044	17,229,783
Transaction costs on issue	-	(1,886)	-	(803,759)
Closing Balance	353,867,921	62,173,119	352,706,280	61,925,515

- (i) Refer to the 30 June 2018 annual report for details of these transactions.
- (ii) Issue of shares as part of the acquisition of the Kouroufing licence – refer Note 2.
- (iii) Exercise of options in December 2018. These options had an exercise price of 15c per share and an expiry date of 7 December 2018.
- (iv) Exercise of options in December 2018. These options had an exercise price of 15c per share and an expiry date of 27 January 2019. Note the funds for the exercise of these options were received prior to 31 December 2018 and the shares were issued subsequent to 31 December 2018.

**(c) Share Options**

At 31 December 2018 there were 25,362,000 (30 June 2018: 25,875,000) unissued ordinary shares for which unlisted options were outstanding comprising.

During the half year 500,000 options with an exercise price of \$0.15 per share and an expiry date of 7 December 2018 (refer note 3(b)(iii)) and 13,000 options with an exercise price of \$0.15 per share and an expiry date of 27 January 2019 (refer note 3(b)(iv)) were exercised.

**Note 4: DIVIDENDS**

No dividends were paid or declared by the company during the half-year.

**Note 5: SEGMENT INFORMATION**

At 31 December 2018 the segment information reported was analysed on the basis of geographical region (Australia and Mali). During the period to 31 December 2018, the Group's management reporting has remained unchanged.

Information regarding these segments is presented below. The accounting policies of the reportable segments are the same as the Group's accounting policies.

The following is an analysis of the Group's revenue and results by reportable operating segment for the review periods:

	Australia		Mali		Group	
	2018	2017	2018	2017	2018	2017
	\$	\$	\$	\$	\$	\$
<b>Segment revenue</b>	16,243	-	-	-	16,243	-
<b>Segment expense</b>	(666,549)	(1,384,703)	-	-	(666,549)	(1,384,703)
<b>Segment result</b>	(650,306)	(1,384,703)	-	-	(650,306)	(1,384,703)
Finance income		-	-	-	10,832	37,766
Finance expense		-	-	-	(3)	(973)
<b>Profit/(Loss) before income tax</b>					(639,477)	(1,347,910)

The following is an analysis of the Group's assets by reportable operating segment:

	31 December 2018	30 June 2018
	\$	\$
<b>Segment assets</b>		
Australia	11,887,263	18,462,704
Mali	40,498,794	34,280,791
<b>Total assets</b>	52,386,057	52,743,495

The following is an analysis of the Group's liabilities by reportable operating segment:

	31 December 2018	30 June 2018
	\$	\$
<b>Segment liabilities</b>		
Australia	345,518	114,314
Mali	1,131,864	2,557,724
<b>Total liabilities</b>	1,477,382	2,672,038

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2018**
**Note 6: SHARE BASED PAYMENTS**

	Note	2018 \$	2017 \$
<b>(a) Recognised share based payments</b>			
Expense recognised for director or key management personnel services		-	821,043
Expense recognised for consulting services (capitalised as exploration expenditure)		78,631	755,138
		<b>78,631</b>	<b>1,576,181</b>
Being			
<b>Amounts Expensed</b>			
Refer to 30 June 2018 audited accounts and 31 December 2017 half-year accounts for details of fair value of options issued where amounts were expensed		-	821,043-
<b>Recognised as expense</b>		<b>-</b>	<b>821,043</b>
<b>Amount Capitalised</b>			
Refer to 30 June 2018 audited accounts and 31 December 2017 half-year accounts for details of fair value of options issued with no vesting conditions and amounts capitalised		-	739,595
Fair value of issue of options to consultants and employees on 24 November 2017 with expiry date of 24 November 2020 and 12 months vesting conditions	(i)	55,392	10,928
Fair value of issue of options to consultants and employees on 24 November 2017 with expiry date of 24 November 2019 and 12 months vesting conditions	(i)	15,220	3,002
Fair value of issue of options to consultants and employees on 24 November 2017 with expiry date of 24 November 2020 and 24 months vesting conditions	(i)	8,019	1,613
<b>Recognised as Exploration and Evaluation Expenditure (Asset)</b>		<b>78,631</b>	<b>755,138</b>
<b>Total amount recognised share based payments</b>		<b>78,631</b>	<b>1,576,181</b>

- (i) On 24 November 2017, the board approved the issue of a total of 1,300,000 options with deferred vesting conditions to a consultant and employees of the Group pursuant to the Employee Option Plan. A total of three classes of options with deferred vesting conditions were issued on this date. The options have been valued using an option pricing model. Details of the options issued are set out in the table below, including the values and inputs used in the option pricing model.

Issue Date	24 November 2017	24 November 2017	24 November 2017
Expiry Date	24 November 2020	24 November 2019	24 November 2020
Number of Options	800,000	250,000	250,000
Exercise Price	\$0.40	\$0.35	\$0.40
Risk free rate	1.5%	1.5%	1.5%
Vesting Conditions	12 months	12 months	24 months
Volatility	80%	80%	80%
Probability adjustment for Vesting	90%	90%	85%
Value per option	\$0.14972	\$0.13164	\$0.14972
Total value of all options	\$119,776	\$32,910	\$37,430
Amount capitalised to EED in prior Periods	\$64,384	\$17,690	\$9,501
Amount capitalised to EED in current Period	\$55,392	\$15,220	\$8,019
Amount capitalised to EED in future periods	-	-	19,910

**Note 7: EXPENDITURE COMMITMENTS AND CONTINGENCIES**

Other than as set out below, there have been no major changes to the expenditure commitments or contingencies of the Group from those disclosed in the annual financial statements for the year ended 30 June 2018.

- i) As part of the agreement to acquire the Kouroufing Project, Oklo agreed that in the event that Oklo elects to apply for an Exploitation Licence (Mining Licence) in relation to any part of Kouroufing Project, Oklo shall grant Kouroufing Gold S.A. (current owner) a 5% equity interest in the Licence and a 1% NSR (Net Smelter Return) royalty. Kouroufing Gold will then grant Oklo the right to acquire Kouroufing Gold's equity interest in the Licence for a fixed price of US\$1,000,000 (A\$1,419,000) payable in cash.
- ii) In July 2018, the Company entered into an agreement to acquire the Kossaya Project. The acquisition terms, including future amounts payable (commitments) to Sogetrac sarl (current owner), are set out in Note 2. As part of the acquisition of the Kossaya Project, Oklo agreed that in the event that Oklo elects to apply for Mining License in relation to any part of the Kossaya Project, Oklo shall cause the Mining Licence to be issued to a new entity (NewCo) and grant Sogetrac a 5% equity interest in NewCo and also cause Newco to grant Sogetrac a 1% NSR royalty. Sogetrac will then grant to Oklo the right to acquire Sogetrac's ownership interest in Newco for a fixed price of US\$1,000,000 (A\$1,419,000) payable in cash.
- iii) In July 2018, the Company entered into an agreement to acquire the Sari Project. The acquisition terms, including future amounts payable (commitments) to Ecosud sarl (current owner), are set out in Note 2. As part of the acquisition of the Sari Project, Oklo agreed that in the event that Oklo elects to apply for Mining License in relation to any part of the Sari Project, Oklo shall cause the Mining Licence to be issued to a new entity (Sari NewCo) and grant Ecosud a 5% equity interest in Sari NewCo and also cause Sari Newco to grant Ecosud a 1% NSR royalty. Ecosud will then grant to Oklo the right to acquire Ecosud's ownership interest in Sari Newco for a fixed price of US\$1,000,000 (A\$1,419,000) payable in cash, and the right to Ecosud's 1% NSR for a fixed price of US\$1,000,000 (A\$1,419,000).
- iv) During the half-year the Malian Taxation Office audited the records of Africa Mining sarl for the 2016 and 2017 financial years. As a result of this audit additional taxes were due by Africa Mining and these were all paid during the half-year. At balance date, there remains a contingent liability in respect of applicable penalties totalling a maximum of €91,242 (A\$148,312). The company is seeking a pardon for this amount from the Malian Government.

**Note 8: EVENTS SUBSEQUENT TO REPORTING DATE**

Subsequent to the reporting date:

- i) On 1 February 2019, the Company issued a 987,000 fully paid ordinary shares from the exercise of options that expired on 27 January 2019.

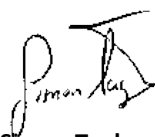
Other than the above, there has not been any matter or circumstance that has arisen since the end of the financial year, that has significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

## DIRECTORS' DECLARATION

In the directors' opinion:

- (a) the financial statements and notes set out on pages 9 to 23 are in accordance with the *Corporations Act 2001*, including:
  - (i) complying with Accounting Standards, *AASB 134 Interim Financial Reporting*, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
  - (ii) 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.
- (b) there are reasonable grounds to believe that Oklo Resources Limited 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 made pursuant to S305 (5) of the *Corporations Act 2001*.



**Simon Taylor**  
**Managing Director**  
**Sydney**  
**14 March 2019**

## INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Oklo Resources Limited

### Report on the Half-Year Financial Report

#### Conclusion

We have reviewed the half-year financial report of Oklo Resources Limited (the Company) and its subsidiaries (the Group), 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 then ended, and notes comprising a statement of accounting policies and other explanatory information, 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 the Group is not in accordance with the *Corporations Act 2001* including:

- (i) Giving a true and fair view of the Group's financial position as at 31 December 2018 and of its financial performance for the half-year ended on that date; and
- (ii) 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 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 Group's financial position as at 31 December 2018 and its financial 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 Group, 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*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Group, would be in the same terms if given to the directors as at the time of this auditor's review report.

BDO Audit (WA) Pty Ltd

A handwritten signature in black ink, appearing to read 'Neil Smith', is written over a small, faint BDO logo.

Neil Smith

Director

Peth, 14 March 2019