



**RIEDEL RESOURCES LIMITED**  
**ABN: 91 143 042 022**

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

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## **CORPORATE DIRECTORY**

### **DIRECTORS**

Grant Mooney  
Alexander Sutherland  
Scott Cuomo

### **COMPANY SECRETARIES**

Henko Vos  
Abby Siew

### **REGISTERED & PRINCIPAL OFFICE**

Suite 4  
6 Richardson Street  
WEST PERTH WA 6005

Telephone: (08) 9226 0866  
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### **AUDITORS**

PKF Perth  
Level 5, 35 Havelock Street  
WEST PERTH WA 6005

## DIRECTORS' REPORT

Your Directors submit the financial report of Riedel Resources Limited (the Company) and controlled entities (the consolidated entity) for the half year ended 31 December 2018.

### DIRECTORS

The names of the directors in office at any time during or since the end of the period are:

Grant Mooney (appointed 31 October 2018)  
Alexander Sutherland (appointed 26 July 2017)  
Scott Cuomo (appointed 26 July 2017)  
Jeffrey Moore (appointed 30 September 2010; resigned 15 January 2019)

### COMPANY SECRETARIES

Henko Vos  
Abby Siew

### PRINCIPAL ACTIVITIES

The principal activity of the Group during the period was mineral exploration.

### OPERATING RESULTS

The net loss of the consolidated entity for the financial period after provision for income tax was \$274,388 (2017: \$419,558 loss).

## DIRECTORS' REPORT

### REVIEW OF OPERATIONS

**Riedel Resources Limited** (ASX: RIE) ('the Company' or 'Riedel') is an Australian-based exploration company focused on the exploration and development of technology metals in Europe.

During the half-year to December 2018, Riedel's primary focus was the receipt and analysis of relevant assay results from its maiden four-hole programme at its Profunda Mine Prospect in Northern Spain. The Board has decided that Riedel will continue the process of evaluating next steps and the direction of exploration programs for existing and future projects.

For further details on the Company's activities over the half-year period ended 31 December 2018, refer to the Quarterly Reports and the ASX announcements made during the half-year period ended 31 December 2018.

### TENEMENT SCHEDULE

Following is the schedule of Riedel Resources minerals tenements as at 31 December 2018.

Area of Interest	Tenement reference	Nature of interest	Interest
<b>Spain</b>			
Carmenes	n°15,107	Joint Venture	Earning 90%
Valverdin	n°15,106	Joint Venture	Earning 90%
<b>Australia</b>			
Marymia	E52/2394	Direct	20%
Marymia	E52/2395	Direct	20%
West Yandal	M36/615	Royalty	0%
Porphyry	M31/157	Royalty	0%

### SIGNIFICANT CHANGE OF AFFAIRS

There were no significant changes in the state of affairs of the consolidated entity during the financial half year.

## DIRECTORS' REPORT

### EVENTS SUBSEQUENT TO REPORTING DATE

On 15 January 2019, Mr Jeffrey Moore resigned as Executive Director of the Company.

The Company changed its registered office and principal place of business to Suite 4, 6 Richardson Street, West Perth WA 6005 effective 1 March 2019.

On 11 March 2019, 18,000,000 unlisted options exercisable at \$0.018 each expired unexercised.

There are no other matters or circumstances that have arisen since the end of the financial period that have significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company, in future years.

### AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration under s 307C of the *Corporations Act 2001* is set out on page 5 for the half year ended 31 December 2018.

Signed in accordance with a resolution of the Board of Directors, pursuant to section 306(3)(a) of the Corporation Act 2001.

On behalf of the Directors



Grant Mooney  
Non-executive Chairman

Date: 15 March 2019

**AUDITOR'S INDEPENDENCE DECLARATION**  
**TO THE DIRECTORS OF RIEDEL RESOURCES LIMITED**

In relation to our review of the financial report of Riedel Resources Limited for the period 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



SHANE CROSS  
PARTNER

15 MARCH 2019  
WEST PERTH,  
WESTERN AUSTRALIA

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

		31 December 2018 \$	31 December 2017 \$
<b>Revenue</b>	Note 4(a)		
Interest revenue		3,471	10,200
Other income		5,764	10,524
Gain on sale of tenement		-	200,000
Reversal of impairment of exploration and evaluation expenditure		-	210,305
		<u>9,235</u>	<u>431,029</u>
 <b>Expenses</b>	 4(b)		
Administration expenses		(149,629)	(135,933)
Depreciation expense		(587)	(399)
Employee benefits expense		(115,930)	(664,918)
Impairment of exploration and evaluation expenditure		-	-
Write-off of exploration and evaluation expenditure		(17,477)	(49,337)
		<u>(274,388)</u>	<u>(419,558)</u>
<b>Profit/(Loss) before income tax</b>		<b>(274,388)</b>	<b>(419,558)</b>
Income tax expense		-	-
		<u>(274,388)</u>	<u>(419,558)</u>
<b>Profit/(Loss) for the period</b>		<b>(274,388)</b>	<b>(419,558)</b>
 <b>Other comprehensive income/(loss)</b>			
Items that may be reclassified subsequently to profit and loss			
Foreign currency translation reserves		(5,240)	-
Other comprehensive income (net of tax)		<u>(279,628)</u>	<u>-</u>
 <b>Total comprehensive income/(loss) for the period</b>		 <u><b>(279,628)</b></u>	 <u><b>(419,558)</b></u>
 Basic earnings/(loss) per share (cents per share)		 (0.07)	 (0.12)
Diluted earnings/(loss) per share (cents per share)		(0.07)	(0.12)

The accompanying condensed notes form part of these financial statements.



**CONDENSED 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	5	1,364,800	2,339,803
Trade and other receivables	6	240,163	136,974
<b>TOTAL CURRENT ASSETS</b>		<b>1,604,963</b>	<b>2,476,777</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		1,755	2,342
Exploration and evaluation expenditure	7	2,934,327	2,408,180
<b>TOTAL NON-CURRENT ASSETS</b>		<b>2,936,082</b>	<b>2,410,522</b>
<b>TOTAL ASSETS</b>		<b>4,541,045</b>	<b>4,887,299</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		57,213	158,639
<b>TOTAL CURRENT LIABILITIES</b>		<b>57,213</b>	<b>158,639</b>
<b>TOTAL LIABILITIES</b>		<b>57,213</b>	<b>158,639</b>
<b>NET ASSETS</b>		<b>4,483,832</b>	<b>4,728,660</b>
<b>EQUITY</b>			
Issued capital	8	19,237,097	19,237,097
Equity based payments reserve	9	249,000	214,200
Foreign currency translation reserve		(6,356)	(1,116)
Accumulated losses		(14,995,909)	(14,721,521)
<b>TOTAL EQUITY</b>		<b>4,483,832</b>	<b>4,728,660</b>

The accompanying condensed notes form part of these financial statements.

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

	Issued Capital	Foreign Currency Translation Reserve	Share Based Payments Reserve	Accumulated Losses	Total
	\$	\$	\$	\$	\$
<b>Balance at 1 July 2018</b>	<b>19,237,097</b>	<b>(1,116)</b>	<b>214,200</b>	<b>(14,721,521)</b>	<b>4,728,660</b>
Profit/(loss) for the period	-	(5,240)	-	(274,388)	(279,628)
Total comprehensive loss for the period	19,237,097	(6,356)	214,200	(14,995,909)	4,449,032
<i>Transactions with owners, recorded directly in equity</i>					
Issue of options	-	-	34,800	-	34,800
<b>Balance at 31 December 2018</b>	<b>19,237,097</b>	<b>(6,356)</b>	<b>249,000</b>	<b>(14,995,909)</b>	<b>4,483,832</b>
<b>Balance at 1 July 2017</b>	<b>16,091,432</b>	<b>-</b>	<b>597,158</b>	<b>(14,149,763)</b>	<b>2,538,827</b>
Profit/(loss) for the period	-	-	-	(419,558)	(419,558)
Total comprehensive loss for the period	-	-	-	(419,558)	(419,558)
<i>Transactions with owners, recorded directly in equity</i>					
Issue of shares	3,027,927	-	-	-	3,027,927
Options expired	-	-	(317,958)	317,958	-
Cost of capital raising	(186,550)	-	-	-	(186,550)
<b>Balance at 31 December 2017</b>	<b>18,932,809</b>	<b>-</b>	<b>279,200</b>	<b>(14,251,363)</b>	<b>4,960,646</b>

The accompanying condensed notes form part of these financial statements.

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

	Note	31 December 2018 \$	31 December 2017 \$
<b>Cash Flows from Operating Activities</b>			
Payments to suppliers and employees (inclusive of GST)		(257,373)	(155,732)
Payments for exploration and evaluation		(720,857)	(411,343)
Sublease income		5,227	8,125
Interest received		3,471	10,201
Net cash used in operating activities		(969,532)	(548,749)
<b>Cash Flows from Investing Activities</b>			
Proceeds from sale of tenement		-	200,000
Net cash provided by investing activities		-	200,000
<b>Cash Flows from Financing Activities</b>			
Proceeds from issue of shares		-	2,213,807
Payments for share issue costs		-	(49,855)
Net cash provided by financing activities		-	2,163,952
<b>Net increase/(decrease) in cash and cash equivalents held</b>		(969,532)	1,815,203
<b>Cash and cash equivalents at beginning of the reporting period</b>		2,339,803	899,219
Effects of foreign exchange		(5,471)	-
<b>Cash and cash equivalents at end of the reporting period</b>	5	1,364,800	2,714,422

The accompanying condensed notes form part of these financial statements

## CONDENSED CONSOLIDATED NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

### NOTE 1: REPORTING ENTITY

Riedel Resources Limited (the "Company") is a Company domiciled in Australia.

The address of the Company's registered office is Suite 4, 6 Richardson Street, West Perth WA 6005. The half year consolidated financial statements of the Company as at and for the six months ended 31 December 2018 comprises the Company and its subsidiaries (together referred to as the "Group" or "consolidated entity" and individually as "Group entities") and the Group's interest in associates and jointly controlled entities.

The Group primarily is involved in mining and exploration activity.

The half year consolidated financial statements of the Company as at and for the half year ended 31 December 2018 are available upon request.

The financial statement were authorised for issue in accordance with a resolution of directors dated on 15 March 2019.

### NOTE 2: BASIS OF PREPARATION

#### a) Statement of compliance

The half-year consolidated financial report is a general purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 'Interim Financial Reporting' as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'. The half-year report does not include notes of the type normally included in an annual financial report. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2018 and any public announcements made by the Company during the half-year period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

#### b) Basis of preparation

The half-year consolidated financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

The accounting policies and methods of computation adopted in the preparation of the half-year consolidated financial statements are consistent with those adopted and disclosed in the Group's 2018 annual financial report for the financial year ended 30 June 2018, except for the adoption of new and amended standards as described below.

These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

#### c) New, revised or amending Accounting Standards and Interpretations adopted

The following standards and amendments became applicable during the current reporting period:

- 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.

## CONDENSED CONSOLIDATED NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

### **AASB 9: Financial Instruments**

#### *Classification of financial assets*

AASB 9 requires the use of two criteria to determine the classification of financial assets: the entity's business model for the financial assets and the contractual cash flow characteristics of the financial assets. The Standard goes on to identify three categories of financial assets - amortised cost; fair value through profit or loss (FVTPL); and fair value through other comprehensive income (FVOCI).

There have been no changes to the categorisation of financial assets following the adoption of AASB 9 and all of the Group's financial assets remain classified at amortised cost.

#### *Impairment*

AASB 9 mandates the use of an expected credit loss model to calculate impairment losses rather than an incurred loss model, and therefore it is not necessary for a credit event to have occurred before credit losses are recognised. The new impairment model applies to the Group's financial assets. No changes to the impairment provisions were made on transition to AASB 9. Trade and other receivables are generally settled on a short time frame and the Group's other financial assets are due from counterparties without material credit risk concerns at the time of transition.

The Group adopted AASB 9 from 1 July 2018. In accordance with the transition provisions in the Standard, comparatives have not been restated.

### **AASB 15: Revenue from Contracts with Customers**

The implementation of AASB 15 has not had a material impact on the Group's financial statements as it is currently a pre-revenue business.

#### **d) Significant accounting judgments and key estimates**

The preparation of the half year consolidated 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.

#### **e) New or revised accounting standards and interpretations not yet adopted**

The adoption of AASB 16 Leases, which the Group will adopt for the year commencing 1 July 2019, will impact both the measurement and disclosures of leases over a low value threshold and with terms longer than one year. The Group's assessment of lease agreements that exist across the Group is ongoing. The Group expects that the impact of AASB 16 to be immaterial to the Group.

#### **f) Operating segments**

From 1 July 2009, operating segments are identified and segment information disclosed on the basis of internal reports that are regularly provided to, or reviewed by, the consolidated entity's chief operating decision maker which, for the consolidated entity, is the Board of Directors. In this regard, such information is provided using different measures to those used in preparing the statement of profit or loss and other comprehensive income and statement of financial position. Reconciliations of such management information to the statutory information contained in the half year consolidated financial report have been included where applicable.

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

**NOTE 3: OPERATING SEGMENTS**

The consolidated entity has identified its operating segments based on the internal reports that are reviewed and used by the chief operating decision maker to make decisions about resources to be allocated to the segments and assess their performance.

Operating segments are identified by Management based on the mineral resource and exploration activities in Australia and Spain. Discrete financial information about each project is reported to the chief operating decision maker on a regular basis.

The reportable segments are based on aggregated operating segments determined by the similarity of the economic characteristics, the nature of the activities and the regulatory environment in which those segments operate.

<b>31 December 2018</b>	<b>Australia \$</b>	<b>Spain \$</b>	<b>Unallocated \$</b>	<b>Total \$</b>
Revenue	9,235	-	-	9,235
Net profit/(loss) before tax	(292,211)	(8,783)	26,606	(274,388)
Reportable segment assets	3,708,030	1,525,447	(692,432)	4,541,045
Reportable segment liabilities	56,429	1,550,068	(1,549,284)	57,213
<b>31 December 2017</b>	<b>Australia \$</b>	<b>Spain \$</b>	<b>Unallocated \$</b>	<b>Total \$</b>
Revenue	410,305	-	20,724	431,029
Net profit/(loss) before tax	405,033	(500)	(824,091)	(419,558)
<b>30 June 2018</b>	<b>Australia \$</b>	<b>Spain \$</b>	<b>Unallocated \$</b>	<b>Total \$</b>
Reportable segment assets	3,979,114	931,033	(22,848)	4,887,299
Reportable segment liabilities	70,106	941,629	(853,095)	158,640

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

**NOTE 4: LOSS FROM ORDINARY ACTIVITIES**

	<b>31 December 2018</b>	<b>31 December 2017</b>
	<b>\$</b>	<b>\$</b>
<b>(a) Revenue</b>		
Interest revenue	3,471	10,200
Other income	5,764	10,524
Gain on sale of tenement	-	200,000
Reversal of impairment	-	210,305
	<b>9,235</b>	<b>431,029</b>
<b>(b) Expenses</b>		
Administration expenses	149,629	135,933
Depreciation and amortisation expense	587	399
Employee benefits expense	115,930	664,918
Write-off exploration expenditure	17,477	49,337
	<b>283,623</b>	<b>850,587</b>
	<b>31 December 2018</b>	<b>30 June 2018</b>
	<b>\$</b>	<b>\$</b>

**NOTE 5: CASH AND CASH EQUIVALENTS**

Cash on hand	1,695	2,102
Cash at bank	1,363,105	2,337,701
	<b>1,364,800</b>	<b>2,339,803</b>

**NOTE 6: TRADE AND OTHER RECEIVABLES**

Prepayments	1,028	7,128
Other	2,759	2,222
Term Deposit	20,000	20,000
GST/VAT	216,376	107,624
	<b>240,163</b>	<b>136,974</b>

**NOTE 7: EXPLORATION AND EVALUATION  
EXPENDITURE**

Exploration and evaluation expenditure reconciliation		
Opening balance	2,408,180	1,638,167
Exploration and development expenditure incurred	543,624	915,175
Exploration and evaluation written off	(17,477)	(58,515)
Impairment reversal/(recognised)	-	(2,208)
Tenement sold	-	(84,439)
<b>Closing balance</b>	<b>2,934,327</b>	<b>2,408,180</b>

The value of the exploration expenditures is dependent upon:

- The continuance of rights to tenure of the area of interest;
- The results of future exploration; and
- The recoupment of costs through successful development and exploitation of the areas of interest or alternatively by their sale.

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

**NOTE 8: ISSUED CAPITAL**

	<b>31 December 2018</b>	<b>30 June 2018</b>
	<b>\$</b>	<b>\$</b>
<b>(a) Share Capital</b>		
Issued and paid up capital – consisting of ordinary shares	20,200,609	20,200,609
Less: Costs of issue	(963,512)	(963,512)
	<b>19,237,097</b>	<b>19,237,097</b>

**(b) Movements in ordinary share capital**

	<b>Number of shares</b>	<b>\$</b>
Opening balance at 1 July 2018	418,069,699	20,200,609
No movement	-	-
Less: capital issue costs	-	(963,512)
<b>Closing balance at 31 December 2018</b>	<b>418,069,699</b>	<b>19,237,097</b>

Opening balance at 1 July 2017	244,099,553	16,091,432
Issue of shares to sophisticated investors through Placement on 1 August 2017	36,614,932	549,224
Issue of shares pursuant to Rights issue on 30 August 2017	93,571,495	1,403,572
Issue of shares for payment of underwriting fees (pursuant to Resolution 6 approved by shareholders at the Company's 2017 AGM) on 6 December 2017	9,113,049	136,696
Issue of shares in lieu of forgone remuneration (pursuant to Resolution 7 approved by Shareholders at the Company's 2017 AGM) on 6 December 2017	8,000,000	648,000
Shares issued in lieu of cash payment to a consultant on 6 December 2017	2,942,475	29,425
Issue of shares upon the conversion of unlisted options exp. 31 December 2017 ex price of \$0.011 on 21 December 2017	23,728,195	261,010
Transfer from reserve on 21 December 2017	-	317,958
Less: capital issue costs	-	(200,220)
<b>Closing balance at 30 June 2018</b>	<b>418,069,699</b>	<b>19,237,097</b>



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

**NOTE 9: SHARE BASED PAYMENT RESERVE**

<b>Movements in options (share based payments reserve)</b>	<b>Number of Options</b>	<b>\$</b>
Opening balance at 1 July 2018	18,000,000	214,200
Issue of unlisted options to Directors on 29 November 2018	10,000,000	34,800
<b>Closing balance at 31 December 2018</b>	<b>28,000,000</b>	<b>249,000</b>
Opening balance at 1 July 2017	42,978,195	597,158
Conversion of options on 21 December 2017	(23,728,195)	(317,958)
Options lapsed unexercised on 31 January 2018	(1,250,000)	(65,000)
<b>Closing balance at 30 June 2018</b>	<b>18,000,000</b>	<b>214,200</b>

The value of 10,000,000 options was calculated using Black-Scholes Option Pricing Model and totalled \$34,800. The values and inputs are as follows:

	<b>Options</b>
Options issued	10,000,000
Underlying share value	\$0.016
Exercise price	\$0.11
Risk free interest rate	2.11%
Share price volatility	95%
Expiration period	23 November 2021
Valuation per option	\$0.00348

**NOTE 10: RELATED PARTY TRANSACTIONS**

Other than as disclosed below, arrangements with related parties continue to be in place. For details on these arrangements, please refer to the 2018 Annual Report.

*(a) Transactions with key management personnel*

Key management personnel continue to receive remuneration in the form of short term benefits and post-employment benefits.

During the half year ended 31 December 2018, the Company paid \$13,750 (GST incl.) to Mr Grant Mooney, Chairman of the Company for the rental of office space at Suite 1, 6 Richardson Street, WEST PERTH WA 6005. The rental lease is settled on a monthly basis.

The Company subleased its office at Suite 1, 6 Richardson Street, WEST PERTH WA 6005 to Virtual Curtain Limited, a related entity of Mr Jeffrey Moore (resigned on 15 January 2019) during the half year ended 31 December 2018. Virtual Curtain Limited paid 25% of Riedel's monthly rental and outgoings.

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

**NOTE 10: RELATED PARTY TRANSACTIONS (CON'T)**

Pursuant to Resolutions 3 and 4 approved by the shareholders at the 2018 AGM, 5,000,000 unlisted options each were issued to the Company's Non-Executive Directors, Mr Alexander Sutherland and Mr Scott Cuomo, as an incentive to provide dedicated and ongoing commitment to the Company.

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

**NOTE 11: EVENTS SUBSEQUENT TO REPORTING DATE**

On 15 January 2019, Mr Jeffrey Moore resigned as Executive Director of the Company.

The Company changed its registered office and principal place of business to Suite 4, 6 Richardson Street, West Perth WA 6005 effective 1 March 2019.

On 11 March 2019, 18,000,000 unlisted options exercisable at \$0.018 each expired unexercised.

There are no other matters or circumstances that have arisen since the end of the financial period that have significantly affected or may significantly affect the operations of the consolidated entity, the results of those operations or the state of affairs of the consolidated entity, in future years.

**NOTE 12: CONTINGENT ASSETS AND LIABILITIES**

The Company has a \$20,000 (31 December 2017: \$20,000) term deposit against a credit card facility that expires 20 May 2019.

The company is not aware of any other contingent assets or liabilities.

**NOTE 13: FAIR VALUE MEASUREMENT**

The carrying amounts of trade and other receivables and trade and other payable and assumed to be approximately the fair value due to their short term nature.

## DIRECTORS' DECLARATION

The directors of the Company declare that:

1. The financial statements and notes, of the consolidated entity are in accordance with the *Corporations Act 2001* including:
  - (a) complying with Australian Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; 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 consolidated entity 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.



Grant Mooney  
Non-Executive Chairman

Date: 15 March 2019

## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF RIEDEL RESOURCES LIMITED

### Conclusion

We have reviewed the accompanying half-year financial report of Riedel Resources Limited (the Company) and controlled entities (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, consolidated statement of changes in equity and 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 entities 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 Riedel 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
- (a) 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.

### 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 Riedel Resources Limited and the entities 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.

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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*

PKF PERTH

*Shane Cross*

SHANE CROSS  
PARTNER

15 MARCH 2019  
WEST PERTH,  
WESTERN AUSTRALIA