



PARKER RESOURCES LIMITED
ACN 148 142 634

**INTERIM FINANCIAL REPORT
31 DECEMBER 2014**

Note: The information contained in this condensed report is to be read in conjunction with Parker Resources Limited's 2014 annual report and any announcements made by the company during the half-year period ending 31 December 2014

CORPORATE DIRECTORY

Directors

Mr Brian Thomas	Non-Executive Chairman
Ms Philippa Leggat	Non-Executive Director
Mr Adam Davey	Non-Executive Director

Joint Company Secretaries

Mr Jay Stephenson
Ms Julia Beckett

Registered Office

Level 4, 66 Kings Park Road
West Perth WA 6005
Telephone 08 6141 3500
Facsimile 08 6141 3599
Email info@parkerresources.com.au

Share register

Computershare Investor Services Limited
Level 2, Reserve Bank Building
45 St Georges Terrace
Perth WA 6000
Telephone 08 9323 2000
Facsimile 08 9323 2033

Auditor

Stantons International Audit and Consulting Pty Ltd
Level 2, 1 Walker Avenue
West Perth WA 6005
Telephone 08 9481 3188
Facsimile 08 9321 1204

Securities Exchange Listing

Australian Securities Exchange Limited
Level 40, Central Park
152 - 158 St George's Terrace
Perth, WA 6000

ASX Code: PKR

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DIRECTORS' REPORT

The directors present their report together with the financial statements on Parker Resources Limited (the Company) for the half year ended 31 December 2014.

DIRECTORS

The names of the Company's directors in office during the half-year and until the date of this report are set out below. Directors were in office for this entire period unless otherwise stated.

Brian Thomas - Appointed 10 January 2011
Philippa Leggat - Appointed 20 October 2011
Adam Davey - Appointed 20 August 2012

REVIEW OF OPERATIONS

CORPORATE

Replacement of Constitution

Shareholders resolved to adopt a new Constitution at the General Meeting of Shareholders held on 29 August 2014.

Acquisition of Ensurance Capital Pty Ltd

At a General Meeting of Shareholders held on 12 January 2015, the shareholders of the Company passed a number of resolutions approving the acquisition to acquire 100% of the issued capital of Ensurance Capital Pty Ltd (Ensurance).

On 6 February 2015 the Company lodged the Prospectus for the capital raising of the Ensurance acquisition as approved at the General Meeting. The offer is 6,818,182 Shares at an issue price of 22 cents each Share to raise a minimum subscription amount of \$1,500,000. Oversubscriptions of up to a further 2,727,727 Shares at an issue price of 22 cents each Share to raise a further \$500,000 may be accepted.

As announced to the market on 27 February 2015, completion of the acquisition and issue of Shares under this Prospectus is subject to providing the Australian Securities Exchange and Investments Commission (ASIC) with additional information to clarify certain details in the Prospectus.

About Ensurance Capital Pty Ltd

Ensurance Capital Pty Ltd (Ensurance) operates three distinct businesses in the insurance industry consisting of a Sydney-based insurance brokerage, insurance underwriting agency and an information technology company.

The insurance brokerage, Savill Hicks Corp Pty Ltd (SHC), has operated nationally for over 23 years with the complementary underwriting agency having been established in 2013. Ensurance IT Pty Ltd (Ensurance IT), the IT business, has developed an online platform which has enabled the business to execute real-time insurance sales online for the past 6 years. Ensurance IT is now in the process of developing a new platform, taking advantage of its knowledge, experience and the availability of improved technology to enable the Ensurance Group to not only conduct its own existing insurance brokerage business more efficiently but also to assist in marketing the platform to "white label" customers. Once the new platform is operational, the Ensurance Group will begin the process of migrating all existing products and clients to the new platform, allowing the Ensurance Group to replace the existing platform with the new one over time.

"White labelling" is the branding by the marketing company of a producer's products. It provides organisations with the ability to take advantage of market opportunities by leveraging the capabilities of other businesses without the need to develop these capabilities internally. This means they can avoid the need to design and build systems with the attendant costs and logistical difficulties associated with starting from scratch. In the insurance industry it allows institutions and large industry participants, such as the mortgage broking industry, to label insurance products as their own and cross-sell these to their existing client bases. This brings the benefits associated with economies of scale into play.

DIRECTORS' REPORT (CONTINUED)

REVIEW OF OPERATIONS

EXPLORATION

Cue Joint Venture

PKR has a Farm-in Agreement to earn up to 90% of E20/717 which is located west of and adjacent to the historically significant Big Bell line and approximately 10km north of the Big Bell Minesite located near Cue in the Murchison of Western Australia. There was no on-the-ground exploration activity carried out on E20/717 during the half year.

The Company has the right to withdraw from the farm-in agreement by giving 30 days' notice.

RESULTS OF OPERATION

The loss for the half year ended 31 December 2014 amounted to \$428,903 (2013: \$115,999).

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

The Company's status has changed from an NL company to a Limited company, following the passing of the resolution at the General Meeting of Shareholders held on 29 August 2014.

SIGNIFICANT EVENTS AFTER REPORTING DATE

On 12 January 2015, the Company held a general meeting passing resolutions to issue 30,000,000 shares as consideration to acquire all the shares in Ensurance Capital Pty Ltd (Ensurance), in accordance with an agreement between the Company and Ensurance. In addition, the Company approved the issue of up to 10,000,000 shares pursuant to a Prospectus. This prospectus was lodged 6 February 2015. Conditional upon the successful capital raising of the prospectus, the Company will complete the acquisition of Ensurance and subsequently change its name from Parker Resources Limited to Ensurance Limited.

On 27 February 2015 the Australian Securities and Investments Commission (ASIC) issued an Interim Order in which ASIC have requested additional information to clarify certain details in the Company's prospectus. The Company is seeking to address these issues with ASIC so as to complete both the capital raising and finalise the acquisition of Ensurance Capital.

DIRECTORS' REPORT (CONTINUED)

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration for the half year ended 31 December 2014 has been received and can be found on page 6 of the financial report.

This report of the Directors is signed in accordance with resolution of the Board of Directors.



Brian Thomas

DIRECTOR

Dated at Perth 13 March 2014

13 March 2015

Board of Directors
Parker Resources Limited
Level 4, 66 Kings Park Road
WEST PERTH WA 6005

Dear Directors

RE: PARKER RESOURCES LIMITED

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Parker Resources Limited.

As Audit Director for the review of the financial statements of Parker Resources Limited for the six months ended 31 December 2014, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours sincerely

STANTONS INTERNATIONAL AUDIT AND CONSULTING PTY LIMITED
(Trading as Stantons International)
(An Authorised Audit Company)



John P Van Dieren
Director

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE HALF YEAR ENDED 31 DECEMBER 2014

	Note	31 December 2014 \$	31 December 2013 \$
Revenue - interest income		24,181	32,374
Revenue - other income	4	28,089	1,000
Accounting fees		(32,210)	(31,750)
Audit fees		(6,526)	(6,526)
ASX fees		(8,731)	(7,170)
Consulting and Legal fees recovered/(expensed)		354	(19,997)
Directors' fees		(97,500)	(60,000)
Employees' benefits		(7,838)	(4,163)
Exploration expenditure written off		(17,988)	(6,911)
Acquisition costs		(287,849)	-
Share registry fees		(4,595)	(4,200)
Insurance		(3,804)	(4,005)
Other administration expenses		(14,486)	(4,651)
(Loss) before income tax		(428,903)	(115,999)
Income tax expense		-	-
(Loss) for the half year		(428,903)	(115,999)
Other comprehensive income			
Items that will not be reclassified to profit or loss		-	-
Items that may be reclassified subsequently to profit or loss:			
- Available-for-sale financial assets - net change in fair value		-	23,927
Other comprehensive income for the half year, net of tax		-	23,927
Total comprehensive (loss) for the half year attributable to members of the Company		(428,903)	(92,072)
Basic and diluted loss per share (cents)	3	(2.38)	(0.64)

The above statement should be read in conjunction with the accompanying notes.

CONDENSED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2014

	Note	31 December 2014 \$	30 June 2014 \$
CURRENT ASSETS			
Cash and cash equivalents	5	1,779,870	2,264,744
Other assets and receivables	6	42,425	7,621
Available for sale assets: listed securities	7	-	19,500
Financial assets: convertible notes	7	400,000	250,000
TOTAL CURRENT ASSETS		2,222,295	2,541,865
NON-CURRENT ASSETS			
Exploration and evaluation expenditure		-	-
TOTAL NON-CURRENT ASSETS		-	-
TOTAL ASSETS		2,222,295	2,541,865
CURRENT LIABILITIES			
Trade and other payables	8	150,050	23,717
TOTAL CURRENT LIABILITIES		150,050	23,717
TOTAL LIABILITIES		150,050	23,717
NET ASSETS		2,072,245	2,518,148
EQUITY			
Issued capital	9	3,164,619	3,164,619
Option reserve	9	105,300	105,300
Asset revaluation reserve		-	17,000
Accumulated losses		(1,197,674)	(768,771)
TOTAL EQUITY		2,072,245	2,518,148

The above statement should be read in conjunction with the accompanying notes.

CONDENSED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED 31 DECEMBER 2014

	Issued Capital	Option Reserve	Asset revaluation reserve	Accumulated Losses	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2013	3,164,619	105,300	-	(680,644)	2,589,275
Loss attributable to members of the Company	-	-	-	(115,999)	(115,999)
Other comprehensive income	-	-	23,927	-	23,927
Total comprehensive loss for the period	-	-	23,927	(115,999)	(92,072)
Transactions with owners, recognised directly in equity					
Shares issued during the period	-	-	-	-	-
Capital raising cost	-	-	-	-	-
Options issued during the period	-	-	-	-	-
Balance at 31 December 2013	3,164,619	105,300	23,927	(796,643)	2,497,203
Balance at 1 July 2014	3,164,619	105,300	17,000	(768,771)	2,518,148
Loss attributable to members of the Company	-	-	-	(428,903)	(428,903)
Other comprehensive income	-	-	(17,000)	-	(17,000)
Total comprehensive loss for the period	-	-	-	(428,903)	(445,903)
Transactions with owners, recognised directly in equity					
Shares issued during the period	-	-	-	-	-
Capital raising costs	-	-	-	-	-
Options issued during the period	-	-	-	-	-
Balance at 31 December 2014	3,164,619	105,300	-	(1,197,674)	2,072,245

The above statement should be read in conjunction with the accompanying notes.

CONDENSED STATEMENT OF CASH FLOWS

FOR HALF YEAR ENDED 31 DECEMBER 2014

	31 December 2014	31 December 2013
Cash flows from operating activities		
Payments to suppliers	(188,934)	(154,295)
Interest and other income received	24,181	33,374
Net cash (used in) operating activities	<u>(164,753)</u>	<u>(120,921)</u>
Cash flows from investing activities		
Purchase of listed securities	-	(66,464)
Proceeds from share sales - Talga Resources Ltd	19,750	-
Purchase of financial asset - convertible notes	(150,000)	-
Payments for exploration and evaluation expenditure	(18,190)	(8,605)
Payments for acquisition - Ensurance Capital	(171,681)	-
Net cash (used in) investing activities	<u>(320,121)</u>	<u>(75,069)</u>
Cash flows from financing activities		
Proceeds from issue of shares	-	-
Net cash (used in)/ from financing activities	<u>-</u>	<u>-</u>
Net (decrease) / increase in cash and cash equivalents	(484,874)	(195,990)
Cash and cash equivalents at the beginning of the financial period	2,264,744	2,608,355
Cash and cash equivalents at the end of financial period	<u>1,779,870</u>	<u>2,412,365</u>

The above statement should be read in conjunction with the accompanying notes.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR HALF YEAR ENDED 31 DECEMBER 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Preparation

The general purpose condensed financial report for the half-year ended 31 December 2014 has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporation Act 2001*.

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Company as the full financial report.

It is recommended that the half-year financial report be read in conjunction with the annual report for the year ended 30 June 2014 and considered together with any public announcement made by the Company during the half-year ended 31 December 2014 and up to the date of this report in accordance with the continuous disclosure obligations of the ASX listing rules.

These interim financial statements were authorised for issue on 13 March 2015.

b. Accounting Policies

The same accounting policies and method of computation have been followed in this interim financial report as were applied in the most recent annual financial statements. The Company has considered the implication of the new and amended Accounting Standards but determined that their application to the financial statements is either not relevant or not material.

NOTE 2: OPERATING SEGMENTS

The accounting policies used by the Company in reporting segments are in accordance with the measurement principles of Australian Accounting Standards.

The Company has identified its operating segments based on the internal reports that are provided to the Board of Directors. There is an exploration project near Cue in the Murchison of Western Australia. Management has identified that the principal activity for the project is exploration of gold and based on the location of the project, management has identified only one operating segment which is Australia.

As only one operating segment has been identified, no segmental information has been disclosed as the information presented in the financial statements represent the segmental information in Australia.

NOTES 3: EARNINGS PER SHARE

	31 December 2014	31 December 2013
Basic and diluted loss per share (cents)	(2.38)	(0.64)
Loss attributable to members of Parker Resources Ltd (\$)	(428,903)	(115,599)
Weighted average number of shares outstanding during the period	18,050,003	18,050,003

NOTE 4: OTHER INCOME

	Note	31 December 2014 \$	31 December 2013 \$
Proceed from share sales - Talga Resources Ltd		17,250	1,000
Convertible Notes	7	10,839	-
		<u>28,089</u>	<u>1,000</u>

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR HALF YEAR ENDED 31 DECEMBER 2014

NOTE 5: CASH AND CASH EQUIVALENTS

	Note	31 December 2014 \$	30 June 2014 \$
Cash at bank		45,714	1,699
Deposit on call		1,734,156	2,263,045
		<u>1,779,870</u>	<u>2,264,744</u>

NOTE 6: OTHER ASSETS AND RECEIVABLES

CURRENT

	Note	31 December 2014 \$	30 June 2014 \$
GST receivables		17,944	4,192
Interest income receivables	7(ii)	13,688	2,849
Prepayment		10,793	580
		<u>42,425</u>	<u>7,621</u>

NOTE 7: FINANCIAL ASSETS

Current investment

		31 December 2014 \$	30 June 2014 \$
Equity securities - available for sale ⁱ		-	19,500
Financial assets: convertible notes ⁱⁱ		400,000	250,000
		<u>400,000</u>	<u>269,500</u>

(i) During the period, the company has sold the remaining 50,000 shares of Talga Resources with the price of \$0.395.

(ii) During the period, in addition to \$250,000 convertible note subscription with Ensurance Capital Pty Ltd during the financial year ended 30 June 2014, the Company agreed to subscribe for a convertible note with the face value of \$150,000. The interest is to accrue on a daily basis at the rate of 8% per annum and payable at the time of repayment of the subscription amount.

NOTE 8: TRADE AND OTHER PAYABLES

CURRENT

		31 December 2014 \$	30 June 2014 \$
Trade payables		140,550	582
Accrued expenses		7,500	21,135
Other payables		2,000	2,000
Balance at the end of the reporting period		<u>150,050</u>	<u>23,717</u>

NOTE 9: ISSUED CAPITAL AND RESERVES

(a) Ordinary shares

18,050,003 (30 June 2014: 18,050,003) fully paid ordinary shares
8,000,000 (30 June 2014: 8,000,000) partly paid ordinary shares

		31 December 2014 \$	30 June 2014 \$
		3,163,819	3,163,819
		800	800
		<u>3,164,619</u>	<u>3,164,619</u>

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR HALF YEAR ENDED 31 DECEMBER 2014

NOTE 9: ISSUED CAPITAL AND RESERVES (CONT)

	<u>Date</u>	<u>Number</u>	<u>\$</u>
(b) Movement in fully paid ordinary shares			
Balance at beginning of the reporting period	1 July 2014	18,050,003	3,163,819
Balance at the end of the reporting period	31 December 2014	18,050,003	3,163,819
(c) Movement in partly paid shares			
Balance at the beginning of the reporting period	1 July 2014	8,000,000	800
Selective buy back	29 August 2014	(8,000,000)	(800)
Re-issue of partly paid shares	29 August 2014	8,000,000	800
Balance at the end of the reporting period	31 December 2014	8,000,000	800
(d) Movement in options issued			
Balance at beginning of the reporting period	1 July 2014	1,000,000	105,300
Balance at the end of the reporting period	31 December 2014	1,000,000	105,300

Issued capital as 31 December 2014 amounted to \$3,164,619 (18,050,003 ordinary shares, 8,000,000 partly paid ordinary shares). The movement in the partly paid share was a result of selective buy back and reissue of partly paid share which were approved by Shareholder during the Shareholder General Meeting on 29 August 2014. Refer to prospectus issued on 6 February 2015 on page 78 to 79 for the terms and conditions of partly paid shares.

NOTE 10: RELATED PARTY TRANSACTIONS

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

Adam Davey is a Director of Adam Stuart Davey ATV Shenton Park Investment Trust. During the period \$16,500 was paid to Adam Stuart Davey ATF Shenton Park Investment Trust for Adam Davey's director fee. Fee payable to Adam Stuart Davey ATF Shenton Park Investment as at 31 December 2014 was nil.

NOTE 11: COMMITMENTS

There is no change in the Company's commitment since the year ended 30 June 2014 to date of this report.

NOTE 12: CONTINGENT LIABILITIES

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

NOTE 13: SIGNIFICANT EVENT AFTER THE REPORTING DATE

On 12 January 2015, the Company held a general meeting passing resolutions to issue 30,000,000 shares as consideration to acquire all the shares in Ensurance Capital Pty Ltd (Ensurance), in accordance with an agreement between the Company and Ensurance. In addition, the Company approved the issue of up to 10,000,000 shares pursuant to a Prospectus. This prospectus was lodged 6 February 2015. Conditional upon the successful capital raising of the prospectus, the Company will complete the acquisition of Ensurance and subsequently change its name from Parker Resources Limited to Ensurance Limited.

On 27 February 2015 the Australian Securities and Investments Commission (ASIC) issued an Interim Order in which ASIC have requested additional information to clarify certain details in the Company's prospectus. The Company is seeking to address these issues with ASIC so as to complete both the capital raising and finalise the acquisition of Ensurance Capital.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR HALF YEAR ENDED 31 DECEMBER 2014

NOTE 14: COMPANY DETAILS

The registered and principal office of the Company is:

Level 4/66 King Park Road
West Perth WA 6005

Telephone: 08 6141 3500

Facsimile: 08 6414 3599

Website: www.parkerresources.com.au

Email: info@parkerresources.com.au

DIRECTORS' DECLARATIONS

The Directors of Parker Resources Ltd ("the Company") declare that:

1. The financial statements and notes set out on pages 7 to 14:
 - (a) comply with Accounting Standard AASB 134: Interim Financial Reporting and the Corporation Act 2001, and
 - (b) give a true and fair view of the Company's financial position as at 31 December 2014 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 debt as and when they are become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors made pursuant to section 305(5) of the Corporations Act 2001 and is signed for and on behalf of the Directors by:



Brian Thomas
DIRECTOR

Dated at Perth this 13 March 2015

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
PARKER RESOURCES LIMITED**

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Parker Resources Limited, which comprises the condensed statement of financial position as at 31 December 2014, the condensed statement of profit or loss and other comprehensive income, condensed statement of changes in equity, and condensed 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.

Directors' Responsibility for the Half-Year Financial Report

The directors of Parker Resources Limited are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) 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 Standards 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 financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Company's financial position as at 31 December 2014 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 Parker Resources Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Whilst we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our review was not designed to provide assurance on internal controls.

Our review did not involve an analysis of the prudence of business decisions made by the directors or management.

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*, has been provided to the directors of Parker Resources Limited on 13 March 2015.

Conclusion

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

- (a) giving a true and fair view of the Company's financial position as at 31 December 2014 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 Interim Financial Reporting and Corporations Regulations 2001.

STANTONS INTERNATIONAL AUDIT AND CONSULTING PTY LTD
(Trading as Stantons International)
(An Authorised Audit Company)

Stantons International Audit and Consulting Pty Ltd

John P Van Dieren
Director

West Perth, Western Australia
13 March 2015