



PROMESA

AND ITS CONTROLLED ENTITIES

PROMESA LIMITED

ABN 36 124 541 466

Half-Year Financial Report

31 December 2014



ABN 36 124 541 466

INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014

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INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014

CORPORATE DIRECTORY

This half-year report covers Promesa Limited and controlled entities ("the Group") during the half-year ended 31 December 2014. The Group's presentation currency is AUD (\$).

OFFICERS	Hersh Solomon Majteles	(Non-Executive Chairman)
	Ananda Kathiravelu	(Executive Director)
	Michael Sebbag	(Executive Technical Director)
	Timothy Wise	(Non-Executive Director)
	Damon Sweeny	(Company Secretary)

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	NEDLANDS WA 6009

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	Lawyers and Consultants
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INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014

DIRECTORS' REPORT

Your Directors submit the financial report of the entity and its controlled entities for the half-year ended 31 December 2014.

Directors

The names of Directors who held office during or since the end of the half-year:

Hersh Solomon Majteles	Non-Executive Chairman
Ananda Kathiravelu	Executive Director
Michael Sebbag (Resigned 16 March 2015)	Executive Technical Director
Timothy Wise	Non-Executive Director

Company Secretary

Damon Sweeny held the position of company secretary during the period.

CORPORATE ACTIVITY

CAPITAL RAISING

On 29 August 2014 the Company issued 27,400,000 ordinary shares pursuant to the Share Purchase Plan, raising \$685,000.

On 29 August 2014 the Company issued 3,500,000 ordinary shares pursuant to Resolution 3 of the 13 August 2014 General Meeting.

On 29 August 2014 the Company issued 454,545 ordinary shares pursuant to its capacity under Listing Rule 7.1.

On 8 October 2014 the Company issued 20,000,000 ordinary shares @ \$0.025 to institutional, sophisticated and professional investors pursuant to Resolution 4 of the 13 August 2014 General Meeting, raising \$500,000 in equity capital.

On 13 November 2014 the Company issued 76,650,000 ordinary shares @ \$0.011 to an institutional investor pursuant to Resolution 4 of the 13 August 2014 General Meeting. Total consideration was \$843,150 comprised of cash, fees and an equity swap. Details of the transaction can be found in the Company's announcement on 14 November 2014 entitled 'Key Institutional Capital Raising'.

REVIEW OF OPERATION

Promesa Ltd is a Perth based ASX listed Company, with a substantial portfolio of exploration concessions in Peru. The Company has six projects in Peru, three projects in La Libertad, two projects

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in Ancash and one project in Huancavelica Departments. The Alumbre and Quinual projects are advanced to drill-ready stage. The company has been:

- Focused on Latin America since 2010.
- Targeting high tonnage, low cost deposits in proven, world- class mineral provinces.
- Exploration footprint of more than 35,000ha within Peru.
- An exciting opportunity for investors, Promesa is actively generating new prospects to expand its project pipeline.
- Promesa is one of a small group of ASX listed companies providing investors an exposure to Peru.

Peru is one of the world's most exciting exploration regions for prospective geology and project development, offering significant and low cost gold and gold-copper deposits. It also presents a strong and attractive business development environment with low sovereign and financial risk a mature stable mining law and sophisticated business, legal and operating practices.

Promesa's precious and base metal exploration projects are located in Peru's mineral rich Western Cordillera region. They are prospective for gold (Au), silver (Ag), copper (Cu), molybdenum (Mo) and associated minerals.

Exploration concessions are located close to world class deposits developed by Barrick, Newmont, Xstrata, BHP Billiton and Vale.

During the half year the Company made several announcements of drilling results at the Alumbre project. Currently 4,380.90 metres of diamond drilling has been completed by the Company on Alumbre. The region hosts several world class gold and copper mines including El Galeno, Conga and Tantahuatay.

Promesa has an experienced management team with substantial Andean porphyry exploration and project development experience. Promesa has focussed its exploration activities in Peru since 2010 and is targeting bulk-mineable copper and gold deposits in world-class mineral provinces. The Company currently holds 340 square kilometres of exploration concessions in Peru.



WORK COMPLETED DURING THE PERIOD

ALUMBRE PROJECT

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The Alumbre Project is a Cu-Mo-Au porphyry system located in northern Peru and covers approximately 2,200ha which adjoins the Company's larger regional concession area of approximately 24,600ha (refer to Figures 1 and 2). The Company has control of the concessions either through outright ownership or through option to purchase agreements. The Project is located only 35kms from the coast which is serviced by the Pan American Highway, is between 600 and 1,100m above sea level and only 70km from Peru's second largest city (Trujillo).



Figure 1 – Project location of Alumbre and Quinual Project

During the Period, the Company successfully applied for an extension of the drill permit allowed under the DIA obtained in the first half of 2014. Subsequently, drill rig access and drillpad construction was completed and followed by 2,395.4m of diamond drilling. Total metres drilled at Alumbre in 2014 is 4,380.9m (refer to Figures 3 and 4).

Magnetic Vector Inversion modelling (MVI) was applied to ground-based magnetic data (refer to Figure 4). The method aims to determine the direction and amplitude of increasing magnetic anomalism in low attitude porphyry system environments. The MVI modelling indicated that there was a very large magnetic anomaly present at Alumbre. The surface rock geochemistry results show anomalous copper, molybdenum and gold above the MVI anomaly (refer to Figure 5),

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The drillholes tested parts of the large MVI anomaly and high chargeability zones from the IP geophysics program conducted in 2013.

A Semi-Detailed Environmental Impact Assessment (EIASd) over an expanded drill area at Alumbre was advanced during the Period. Environmental scientists, archaeologists and community relations specialists have completed their initial field activities. The EIASd will provide the possibility to drill from 50 drill platforms at Alumbre.



Figure 2 - Alumbre Project regional view eastward towards Cerro Alumbre in the centre of the view.

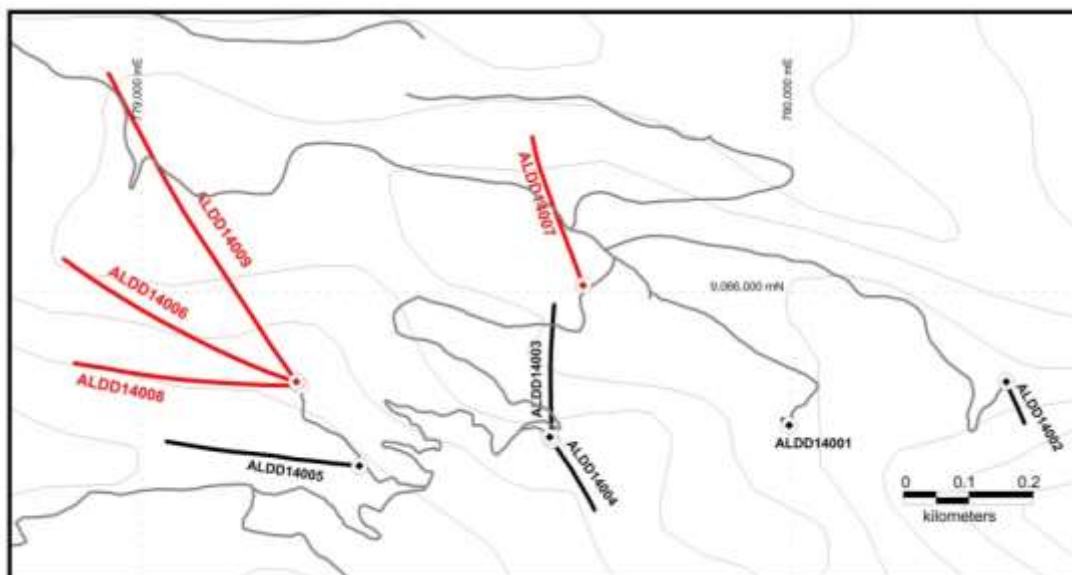


Figure 3 – Alumbre drillhole locations and downhole horizontal traces (Stage 1 black, Stage 2 red)

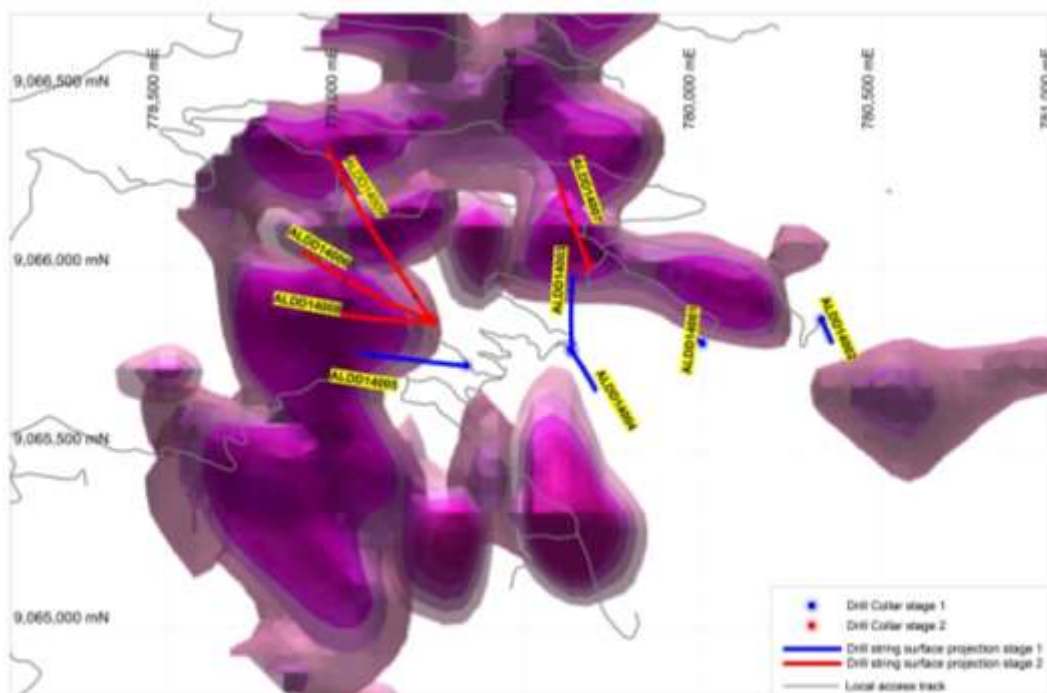


Figure 4 - Alumbre Project magnetic susceptibility 3D MVI model with stage 1 and stage 2 drillholes.

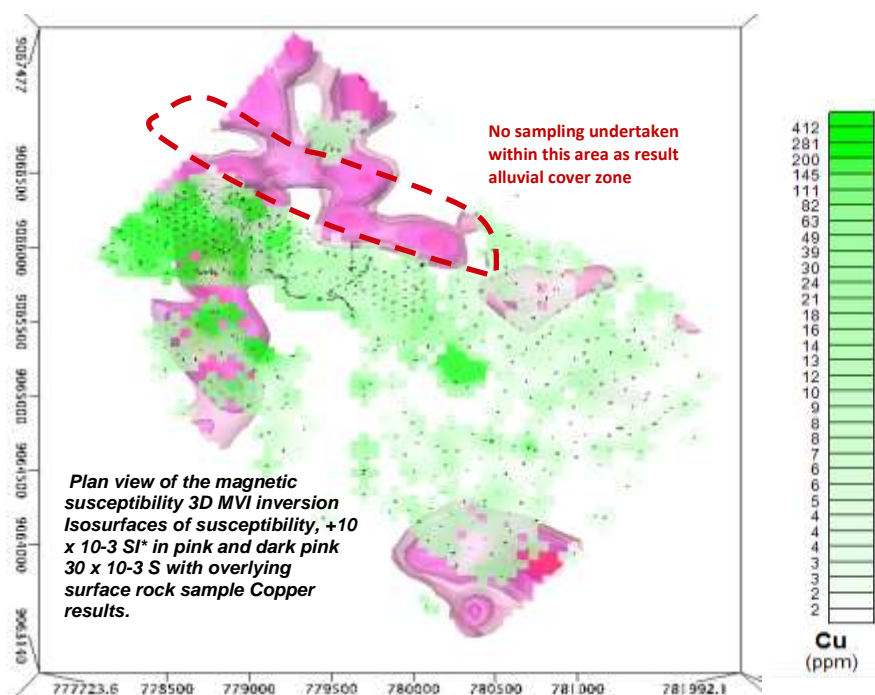


Figure 5 - Alumbre Project - Geochemistry Rock Samples Cu (ppm) and magnetic

susceptability model 3D MVI.

Social Licence

The Company employs a qualified Sociologist to maintain strong Community Relations. (Refer to Figures 5 to 7). A number of community assistance measures were adopted during the Period including employment of local workers in the drill program, health and continuous safety meetings, monitoring of local workers to ensure their safety,



Figure 5 – Safety and Orientation meeting on site with local workers.



Figure 6 – Supervision and monitoring of local workers



Figure 7– Local irrigation channel maintenace

Drill Sections

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Partial drill results were received at the end of the Period (refer to Figures 8 -16). The results to date show clearly that Alumbre Porphyry is the result of a large, long-lived, multi-episodal hydrothermal system. Although further results are pending, current understanding indicates that the drilling to date has successfully drilled through the core and the strongest alteration zone of the hydrothermal complex on Alumbre Hill. The tenor of mineralisation received to date is anomalous but low grade. This does not preclude the possibility that higher grade mineralisation exists below the currently drilled zone.

A further structural study of the region of ALDD14005 and ALDD14009 indicates that a structural corridor exists with an approximate North-South orientation in this region. Drillhole mineralisation, surface geochemistry and trace element analysis support further investigation south and north of the area currently drilled. Preliminary interpretation of results and alteration support the potential of concealed intrusions east of the currently observed diorites.

The Chorobal epithermal vein system is west of Alumbre and there may have been late-stage fluid migration from Alumbre toward the epithermal veins. The area between Alumbre and Chorobal is a blind area with mass-flow gravel cover. Given the information provided by recent drilling, this region warrants investigation.

A complete modelling exercise will be performed when all results have been received.

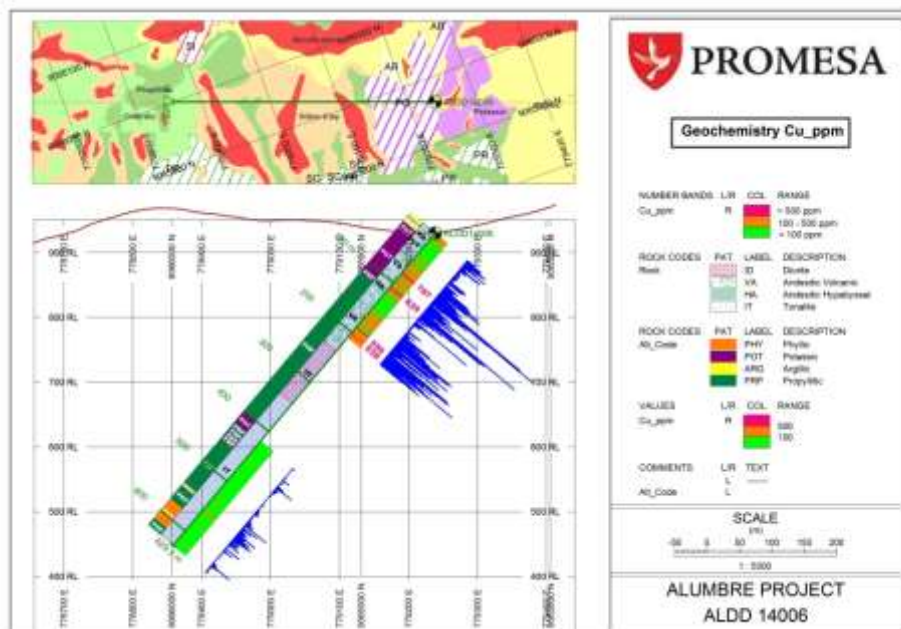
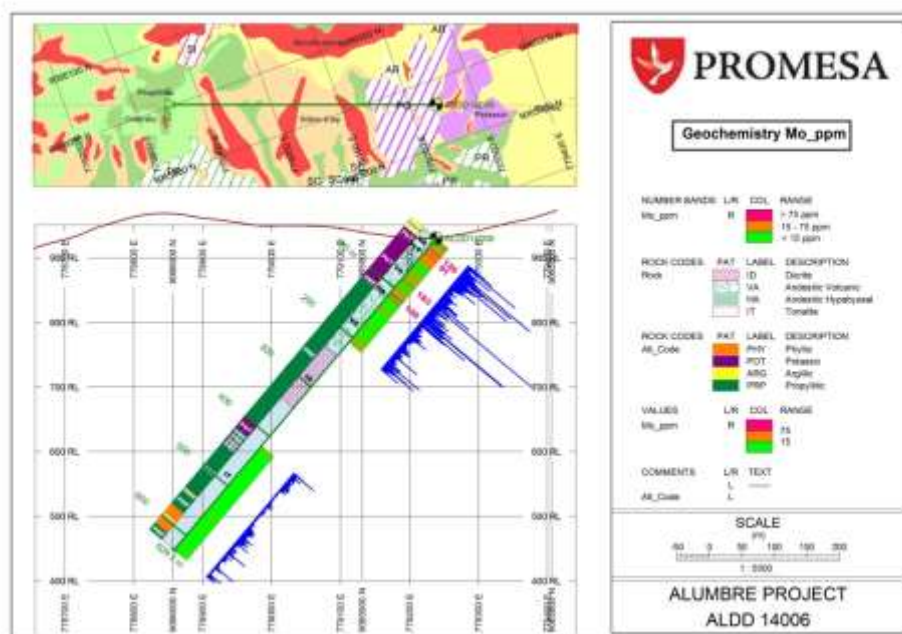


Figure 8- Drillhole ALDD14006 Cross Section - Copper



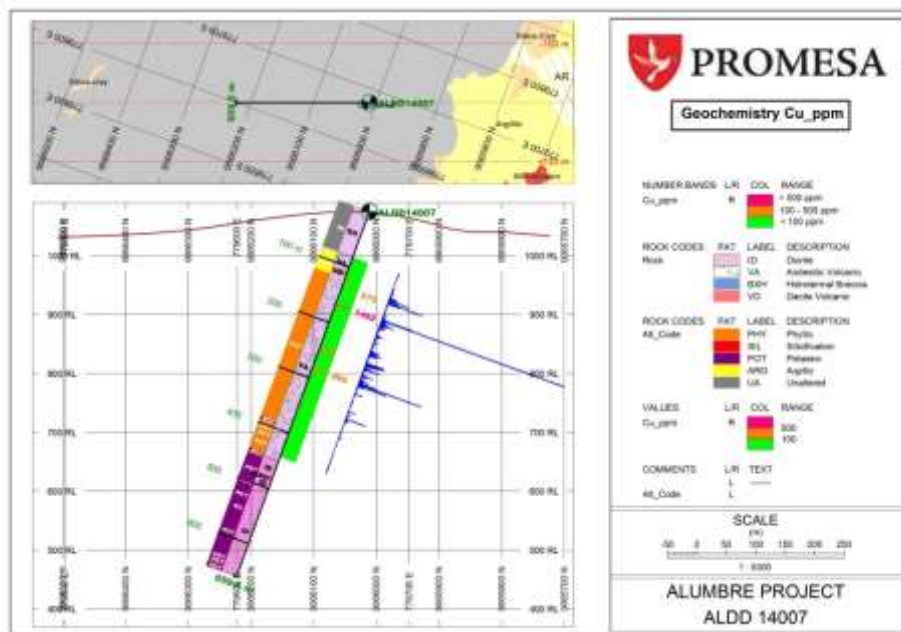


Figure 11– Drillhole ALDD14007 Cross Section – Copper

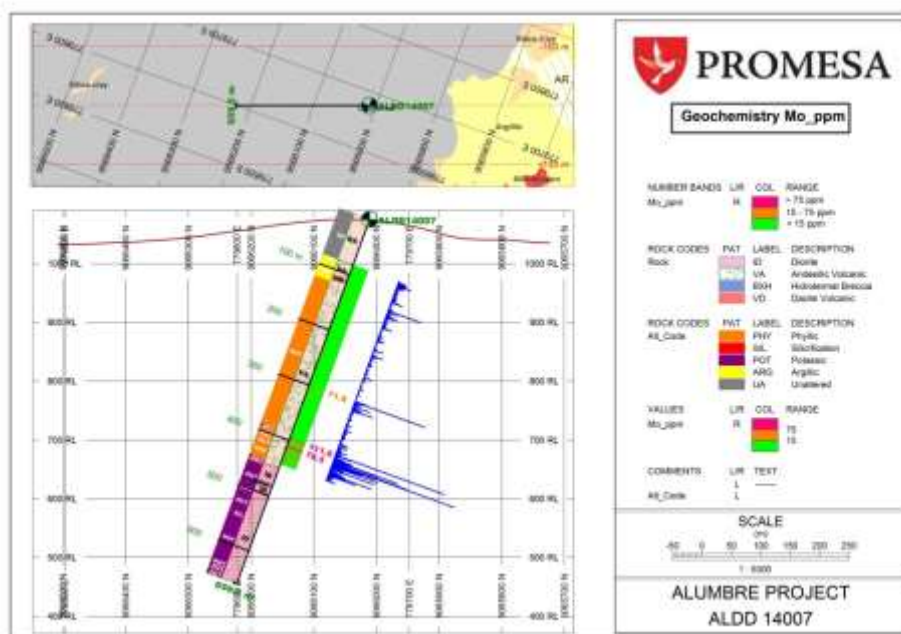


Figure 12– Drillhole ALDD14007 Cross Section - Molybdenum

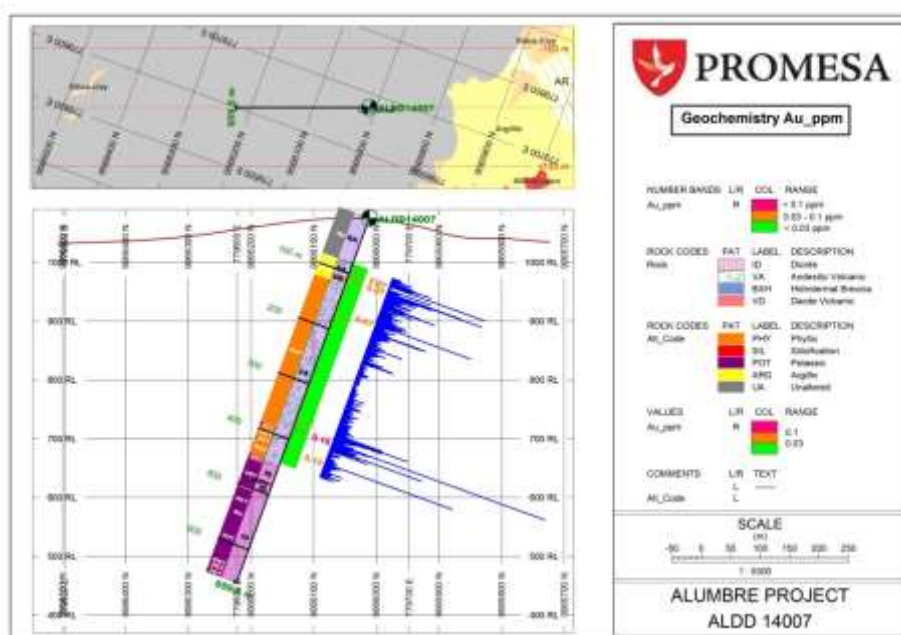


Figure 13– Drillhole ALDD14007 Cross Section – Gold

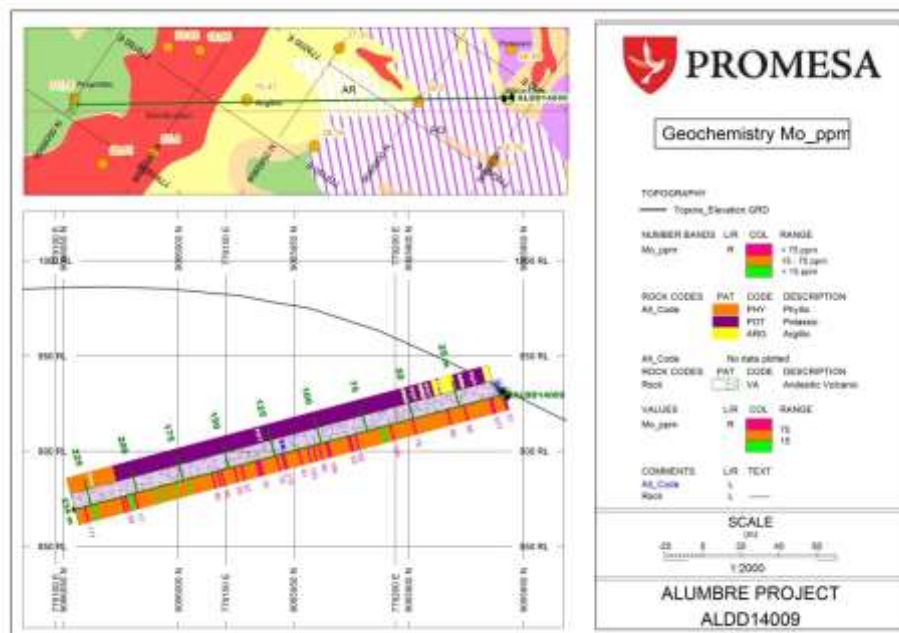


Figure 14– Drillhole ALDD14009 Cross Section - Molybdenum

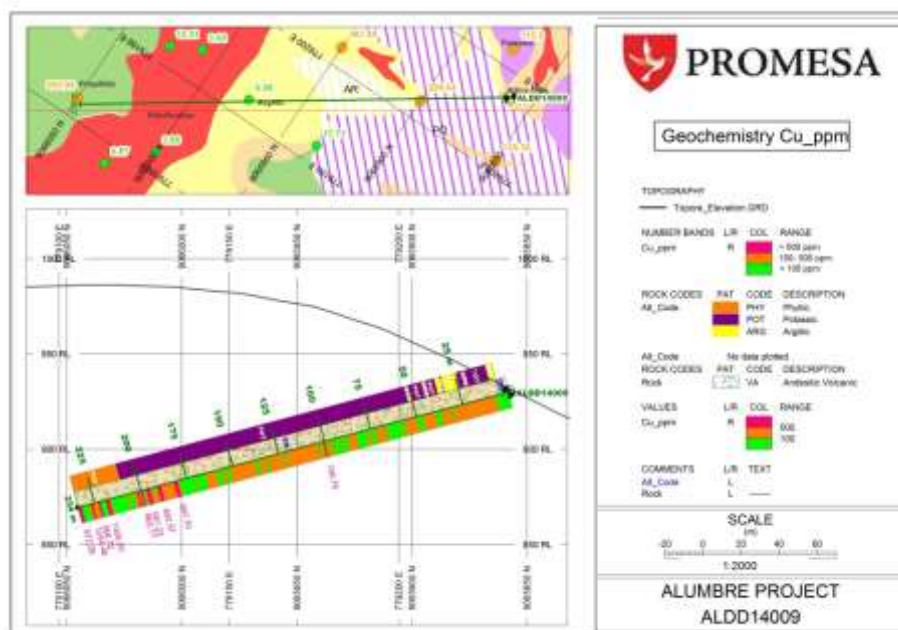


Figure 15– Drillhole ALDD14009 Cross Section – Copper

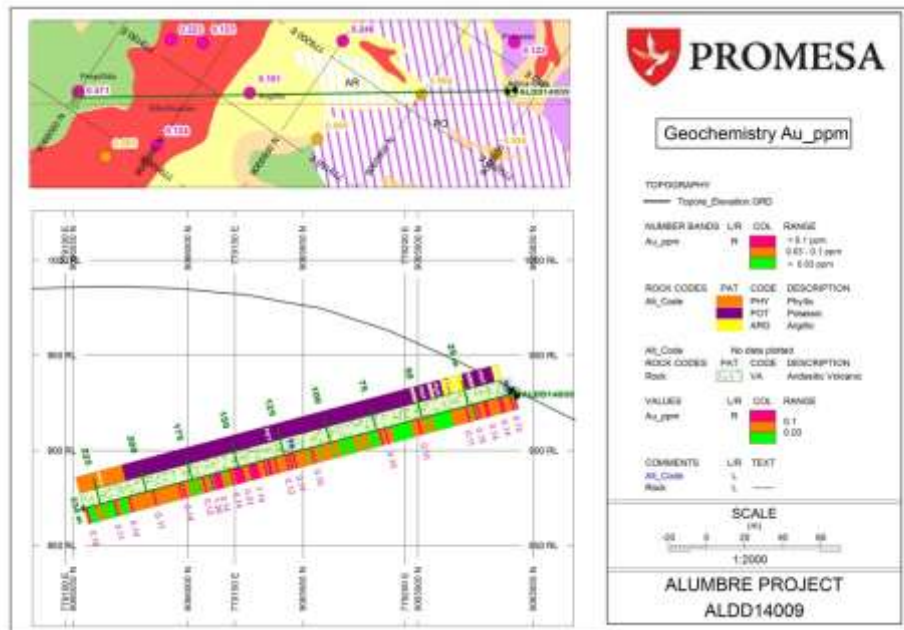


Figure 16– Drillhole ALDD14009 Cross Section - Gold

MAGDALENITA CONCESSIONS

A helicopter-borne magnetic, radiometric and electromagnetic (VLF) survey was conducted over the Magdalenita, Alumbre and Quinual Project Areas (refer to Figure 17). This enables the maintenance of the 70% interest in the Magdalenita concessions through the option to purchase agreement with Oban Mining Corporation (TSXV:OBM). The geophysical data is currently being processed.



Figure 17 - Airborne geophysics flight programme area.

The Magdalena concessions controlled by Promesa extend 10km north and west and 6 km south and east of the Alumbre project. The results of the airborne geophysics programme will aid in reducing the geological evaluation cost and time of this large area.

In addition to the identification of further porphyry targets through the airborne geophysics program, the area has potential for a variety of mineralization styles including volcanic-hosted massive sulphides, sulphide-bearing mantos and epithermal gold.

OLLEROS, YARPUN AND HUAJAROPAMPA PROJECTS

No exploration activity occurred on these projects in the Period.

QUINUAL PROJECT

The Quinual project was also covered by the airborne EM programme. The data is currently being processed. Previously, a significant chargeability response at a depth of 200m has been identified at Quinual (refer to Figure 18).

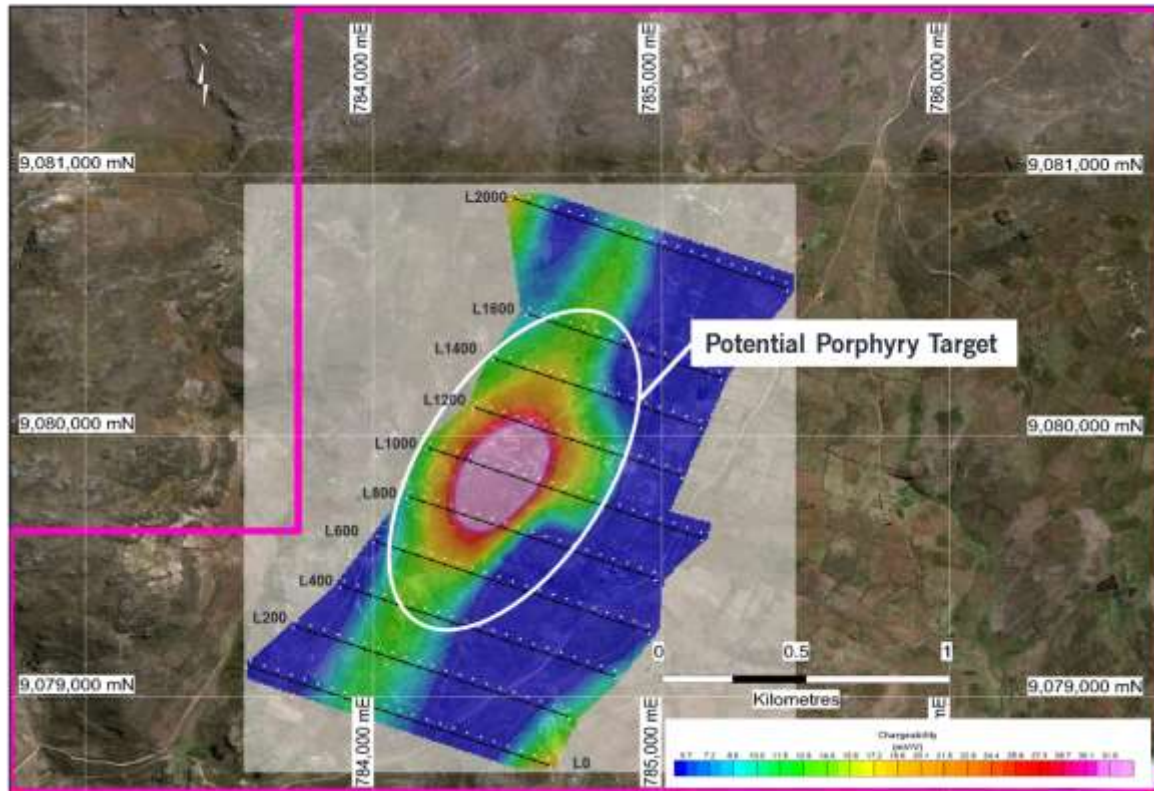


Figure 18 - Quinual Project – Geophysics IP Chargeability Model (@ 200m depth).

The geophysical data will be used to identify magnetic and radiometric anomalies associated with base-metal sulphide mineralisation and hydrothermal alteration. The data will also assist the Company's exploration team in geological mapping of the larger concession area. It is expected that the programme will generate a number of exploration targets which may be followed up by field staff in 2015.

NEW PROJECTS

Promesa continues to be active in evaluating potential new projects in order to complement existing exploration activity within Peru.

The current market and financing difficulties in the global junior resources sector has made available several projects from other companies seeking project participation. Promesa is reviewing a number of these opportunities.

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Dean de Largie, a Fellow of the Australian Institute of Geoscientists. Mr de Largie is a full-time employee of Promesa Limited. Mr de Largie has sufficient experience which is relevant to the styles of mineralisation and types of deposits under consideration and to the activity he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of



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*the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves".
Mr de Largie consents to the inclusion in this report of the matters based on his information in the form
and context in which it appears above.*

Auditor's Declaration

The lead auditor's independence declaration under section 307C of the *Corporations Act 2001* is set out on page 20 for the half-year ended 31 December 2014.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to s.306(3) of the *Corporations Act 2001*.

Director

Ananda Kathiravelu

Dated this 16th day of March 2015

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(WA) Pty Ltd**

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To the Board of Directors

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

As lead audit director for the review of the financial statements of Promesa Limited for the half year ended 31 December 2014, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Yours faithfully



BENTLEYS
Chartered Accountants



MARK DELAURENTIS CA
Director

Dated at Perth this 16th day of March 2015

INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014
**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2014**

	31.12.2014	31.12.2013
	\$	\$
Revenue	1,458	1,439
Administration expense	(189,401)	(31,463)
Unrealised loss on financial asset	(406,525)	(1,700)
Provision for doubtful debts	(44,500)	-
Impairment of other assets	(81,892)	-
Consultancy expense	(105,353)	(36,341)
Employee benefit expense	(221,889)	(251,375)
Depreciation	(2,800)	(1,235)
Financial administration and compliance expenses	(280,725)	(99,600)
Legal expenses	(8,453)	-
Travel and accommodation expense	(71,600)	(2,000)
Other Expenses	(63,440)	(54,875)
Loss before income tax	(1,475,120)	(477,150)
Income tax expense	-	-
Loss from continuing operations	(1,475,120)	(477,150)
Other comprehensive income, net of tax		
Items that may be reclassified subsequently to profit or loss		
Exchange difference on translating foreign operations	(238,763)	306,867
		-
Total comprehensive loss for the period	(1,713,883)	(170,283)
Basic and diluted loss per share (cents)	(0.48)	(0.32)

The accompanying notes form part of this financial report.



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INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2014

		31.12.2014	30.06.2014
		\$	\$
	Note		
CURRENT ASSETS			
Cash and cash equivalents		1,883	272,307
Trade and other receivables		19,119	53,061
Other assets		18,466	10,588
TOTAL CURRENT ASSETS		39,468	335,956
NON-CURRENT ASSETS			
Property plant and equipment		190,483	194,162
Financial assets		276,343	300
Exploration expenditure	2	5,805,839	4,915,917
Other assets		15,840	15,840
TOTAL NON-CURRENT ASSETS		6,288,505	5,126,219
TOTAL ASSETS		6,327,973	5,462,175
CURRENT LIABILITIES			
Trade and other payables		1,064,808	539,669
Provisions		68,501	52,560
TOTAL CURRENT LIABILITIES		1,133,309	592,229
TOTAL LIABILITIES		1,133,309	592,229
NET ASSETS		5,194,664	4,869,946
EQUITY			
Issued capital	3	13,085,781	11,058,926
Foreign currency translation reserve		(300,528)	(61,765)
Option reserve		578,036	640,531
Accumulated losses		(8,168,625)	(6,767,746)
TOTAL EQUITY		5,194,664	4,869,946

The accompanying notes form part of this financial report.



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INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 31 DECEMBER 2014

	Issued Capital	Foreign Currency Translation Reserve	Option Reserve	(Accumulated Losses)	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2013	9,084,552	(64,253)	574,690	(6,092,345)	3,502,644
Loss for the period	-	-	-	(477,150)	(477,150)
Other comprehensive income	-	306,867	-	-	306,867
Total comprehensive income for period	-	306,867	-	(477,150)	(170,283)
Transaction with owners recorded directly in equity					
Shares issued	1,542,950	-	-	-	1,542,950
Capital raising costs	(76,032)	-	-	-	(76,032)
Options issued	-	-	-	-	-
Options cancelled and expired	-	-	(335,400)	335,400	-
Balance at 31 December 2013	10,551,470	242,614	239,290	(6,234,095)	4,799,279

	Issued Capital	Foreign Currency Translation Reserve	Option Reserve	(Accumulated Losses)	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2014	11,058,926	(61,765)	640,531	(6,767,746)	4,869,946
Loss for the period	-	-	-	(1,475,120)	(1,475,120)
Other comprehensive income	-	(238,763)	-	-	(238,763)
Total comprehensive income for period	-	(238,763)	-	(1,475,120)	(1,713,883)
Transaction with owners recorded directly in equity					
Shares issued	2,115,150	-	-	-	2,115,150
Capital raising costs	(88,295)	-	-	-	(88,295)
Options issued	-	-	11,746	-	11,746
Options cancelled or expired	-	-	(74,241)	74,241	-
Balance at 31 December 2014	13,085,781	(300,528)	578,036	(8,168,625)	5,194,664

The accompanying notes form part of this financial report



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INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR HALF-YEAR ENDED 31 DECEMBER 2014

	31.12.2014	31.12.2013
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(757,608)	(416,235)
Interest received	1,458	1,439
Payment for exploration expenditure	(711,843)	(505,863)
Net cash used in operating activities	(1,467,993)	(920,659)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for property plant and equipment	(6,414)	(12,620)
Net cash used in investing activities	(6,414)	(12,620)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from share issue	1,242,769	1,511,950
Payment for capital raising costs	(38,786)	(76,032)
Net cash provided by financing activities	1,203,983	1,435,918
Net increase (decrease) in cash held	(270,424)	502,639
Cash at beginning of period	272,307	312,931
Cash and cash equivalents at end of the period	1,883	815,570

The accompanying notes form part of this financial report.



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INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

NOTE 1: BASIS OF PREPARATION

These condensed consolidated interim financial statements constitute a general purpose financial report and have been prepared in accordance with the requirements of the Corporations Act 2001 and Australian Accounting Standard AASB 134: Interim Financial Reporting.

Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 Interim Financial Reporting, they do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 30 June 2014.

The interim financial statements have been prepared in accordance with the accounting policies adopted in the Group's last annual financial statements for the year ended 30 June 2014.

Going Concern

The half year financial report has been prepared on the going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the ordinary course of business.

The Group incurred a loss for the period of \$1,475,120 (2013: \$477,150) and net cash outflows from operating activities of \$1,467,993 (2013: \$920,659).

The directors have prepared a cash flow forecast, which indicates that the Group will have sufficient cash flows to meet all commitments and working capital requirements for the 12 month period from the date of signing this half year financial report. In particular, given the Group's history of raising capital to date, the directors are confident of the Group's ability to raise additional funds as and when they are required.

Based on the cash flow forecasts and other factors referred to above, the directors are satisfied that the going concern basis of preparation is appropriate.

On 8 March the Company announced it had negotiated convertible loan agreements with sophisticated and professional investors to the value of \$900,000. To the date of the report \$304,000 has been received.

On 16 March Mr Michael Sebbag resigned from his position in the Company, also executing a deed releasing the Company from all claims that he might have against the Company in relation to any outstanding director fees or other monies or payments he might be entitled to receive. Those entitlements are currently held in the 31 December 2014 accounts at an accrued valued of \$95,602.12 and the liability will be extinguished.

The ability of the Group to continue as a going concern is principally dependent upon the ability of the Company to secure funds by raising capital from equity markets and managing cash flow in line with

INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014**

available funds. These conditions indicate a material uncertainty that may cast significant doubt about the ability of the Group to continue as a going concern. In the event the above matters are not achieved, the Group will be required to raise funds for working capital from equity sources.

Should the Group be unable to continue as a going concern which is not contemplated in the forecast prepared by the directors and current cash reserves it may be required to realise its assets and extinguish its liabilities other than in the normal course of business and at amounts different to those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of asset carrying amounts or to the amount and classification of liabilities that might result should the Group be unable to continue as a going concern and meet its debts as and when they fall due.

Financial Instruments

The Group's financial instruments consist of cash and cash equivalents, trade and other receivable, trade and other payable. These financial instruments are measured at amortised cost, less any provision for non-recovery. The carrying amount of the financial assets and liabilities approximate their fair value.

The Group's held for trading financial assets are level-1 financial instruments and valued using the quoted bid prices from the Australian Securities Exchange as at the reporting date.

New Accounting Standards and Interpretation

The Group has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to their operations and effective for the current half-year.

New and revised Standards and amendments thereof and Interpretations effective for the current half-year that are relevant to the Group include:

- AASB 1031 'Materiality' (2013)
- AASB 2012-3 'Amendments to Australian Accounting Standards – Offsetting Financial Assets and Financial Liabilities'
- AASB 2013-3 'Amendments to AASB 136 – Recoverable Amount Disclosures for Non Financial Assets'
- AASB 2013-4 'Amendments to Australian Accounting Standards – Novation of Derivatives and Continuation of Hedge Accounting '
- AASB 2013-5 'Amendments to Australian Accounting Standards – Investment Entities'
- AASB 2013-9 'Amendments to Australian Accounting Standards' – Part B: 'Materiality'
- AASB 2014-1 'Amendments to Australian Accounting Standards'
- Part A: 'Annual Improvements 2010-2012 and 2011-2013 Cycles'
- Part B: 'Defined Benefit Plans: Employee Contributions (Amendments to AASB 119)'
- Part C: 'Materiality'

INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

- Interpretation 21 'Levies'

The adoption of the above standards have not had a material impact on this half year financial report.

Comparatives

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year. When the Group applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements, a statement of financial position as at the beginning of the earliest comparative period will be disclosed.

NOTE 2: EXPLORATION AND EVALUATION EXPENDITURE

	31.12.2014	30.06.2014
	\$	\$
Exploration expenditure capitalised		
Opening net carrying amount	4,915,917	3,329,138
Capitalised exploration and evaluation costs	832,932	1,838,624
Impaired exploration and evaluation costs	-	(182,753)
Effect of exchange rate changes	56,990	(69,092)
	5,805,839	4,915,917

The value of the Group's interest in exploration expenditure is dependent upon:

- the continuance of the Group 's rights to tenure of the areas 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.

The Group's exploration properties may be subjected to claim(s) under native title, or contain sacred sites, or sites of significance to native people. As a result, exploration properties or areas within the tenements may be subject to exploration restrictions, mining restrictions and/or claims for compensation. At this time, it is not possible to quantify whether such claims exist, or the quantum of such claims.



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INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

NOTE 3: ISSUED CAPITAL

	31.12.2014	30.06.2014
	\$	\$
384,412,465 (2013: 200,905,988) Fully paid ordinary shares with no par value	14,050,811	11,935,661
Less: Capital Raising Fees	(965,030)	(876,735)
Net Issued Capital	13,085,781	11,058,926

a. Ordinary shares	31.12.2014	30.06.2014
	No.	No.
Opening balance	256,407,920	156,821,704
Issue for cash at \$0.035 per share	-	44,084,284
Issued as consideration for capital raising fee	3,650,000	5,952,381
Issued in equity swap	54,750,000	-
Issue for cash at \$0.027 per share	-	19,819,820
Issue for cash at \$0.025 per share	47,400,000	-
Issued as consideration for consulting fee	3,954,545	-
Issue for cash at \$0.019 per share	-	29,729,731
Issue for cash at \$0.011 per share	18,250,000	-
At reporting date	384,412,465	256,407,920

Options	31.12.2014
	No.
Opening balance	59,416,667
Granted during the period	7,062,500
Expired during the period	(3,000,000)
At Reporting date	63,479,167

	30.6.2014
	No.
Opening balance	38,815,000
Granted during the year	54,166,667
Expired and cancelled during the year	(33,565,000)
At Reporting date	59,416,667

INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014**NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014****NOTE 3: ISSUED CAPITAL (CONTINUED)**

There were no other movements in the ordinary share capital or other issued share capital of the company in the current or prior half-year reporting period.

NOTE 4: OPERATING SEGMENTS***Segment Information***

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources.

The Group is managed primarily on the basis of mining exploration and treasury activities. Operating segments are therefore determined on the same basis.

Reportable segments disclosed are based on aggregating operating segments where the segments are considered to have similar economic characteristics.

Types of reportable segments

- (i) **Tenement exploration and evaluation:**
The exploration of current project and the evaluation of new ones are reported in this segment. Segment assets, including acquisition costs of exploration licences and all expenses related to the tenements are reported in this segment.
- (ii) **Treasury**
The reporting relating to income from cash holdings is reported in this segment.

Basis of accounting for purposes of reporting by operating segments***Accounting policies adopted***

Unless stated otherwise, all amounts reported to the Board of Directors as the chief decision maker with respect to operating segments are determined in accordance with accounting policies that are consistent to those adopted in the annual financial reports of the Group.

Segment assets

Where an asset is used across multiple segments, the asset is allocated to the segment that receives the majority of economic value from the asset. In the majority of instances, segment assets are clearly identifiable on the basis of their nature and physical location.

Unless indicated otherwise in the segment assets note, investments in financial assets, deferred tax assets and intangible assets have not been allocated to operating segments.

Segment liabilities

Liabilities are allocated to segments where there is direct nexus between the incurrence of the liability and the operations of the segment. Borrowings and tax liabilities are generally considered to relate to the Group as a whole and are not allocated.

INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014
NOTE 4: OPERATING SEGMENTS (CONTINUED)
Unallocated Items

The following items of revenue, expense, assets and liabilities are not allocated to operating segments, as they are not considered part of the core operations of any segment:

- net gains on disposal of available-for-sale investments;
- impairment of assets excluding exploration assets and other non-recurring items of revenue or expense;
- income tax expense;
- trade payable and other payables;
- intangible assets.

(I) Segment performance
Six months ended 31 December 2014

	Exploration and Evaluation	Treasury	Total
	\$	\$	\$
Interest Revenue	-	1458	1458
Total segment revenue	-	1458	1458
Reconciliation of segment revenue to Group revenue			
Inter-segment elimination	-	-	-
Total segment revenue	-	1458	1458
Segment net Profit /(Loss) before tax	-	1458	1458
Reconciliation of segment result to Group net profit/ (loss) before tax:			
Administration expense			(189,401)
Unrealised loss on financial asset			(406,525)
Consultancy expense			(105,353)
Depreciation			(2,800)
Employees benefits expense			(221,889)
Financial administration and compliance expense			(280,725)
Travel and accommodation expense			(71,600)
Other expenses			(198,285)
Group net loss before tax			1,475,120

INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014
NOTE 4: OPERATING SEGMENTS (CONTINUED)
I. Segment performance (Continued)
Six months ended 31 December 2013

	Exploration and Evaluation	Treasury	Total
	\$	\$	\$
Interest Revenue	-	1,439	1,439
Total segment revenue	-	1,439	1,439
Reconciliation of segment revenue to Group revenue			
Inter-segment elimination	-	-	-
Total segment revenue	-	1,439	1,439
Segment net Profit /(Loss) before tax	-	1,439	1,439
Reconciliation of segment result to Group net profit/ (loss) before tax:			
Administration expense			(31,463)
Unrealised Loss on financial asset			(1,700)
Consultancy expense			(36,341)
Depreciation			(1,235)
Employees benefits expense			(251,375)
Exploration written off			-
Financial administration and compliance expense			(99,600)
Legal expense			-
Travel and accommodation expense			(2,000)
Other expense			(54,875)
Group net loss before tax			(477,150)

INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014
NOTE 4: OPERATING SEGMENTS (CONTINUED)
(ii) Segment assets
31 December 2014

	Exploration and Evaluation	Treasury	Total
	\$	\$	\$
Segments assets	5,805,839	1,883	5,807,722
Reconciliation of segment assets to Group assets:			
Unallocated assets			520,251
Total Group assets from continuing operations			6,327,973

30 June 2014

	Exploration and Evaluation	Treasury	Total
	\$	\$	\$
Segments assets	4,915,917	272,307	5,188,224
Reconciliation of segment assets to Group assets:			
Unallocated assets			273,951
Total Group assets from continuing operations			5,462,175

(iii) Revenue by geographical region

Revenue attributable to external customers is disclosed below, based on the location of the external customer:

	For the six months ended 31.12.2014	For the six months ended 31.12.2013
	\$	\$
Australia	1458	1,439
Peru	-	-
Total revenue	1458	1,439

INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014
NOTE 4: OPERATING SEGMENTS (CONTINUED)
(iv) Assets by geographical region

The location of segment assets is disclosed below by geographical location of the assets:

	Balance as at 31.12.2014	Balance as at 30.06.2014
	\$	\$
Australia	648,606	546,258
Peru	5,679,367	4,4915,917
Total Assets	6,327,973	5,462,175

NOTE 5: CONTINGENT LIABILITIES
OBAN S.A.C Agreement

The group has a farm in agreement to acquire an 70% interest from the Magdalena's concession holder. The remaining instalments to be paid should the group consider to pursue the concession will be settled as follows:

- US \$ 56,000 payable 30 November 2015
- US \$ 56,000 payable 30 November 2016
- If production commences, a 2% Net Smelter Return royalty will be payable to the concession holder

COMPANIA MINERA FABRICIO S.A.C Agreement

On 25 April 2014 the company registered a new agreement with the vendor and concession holder of the Aurifera Chorobal concession within the project area of the Alumbre Project. The agreement with the vendor now details farm-in terms to acquire a 100% interest from the concession holder (the previous agreement was for an 80% interest). The key terms remaining are as follows:

- US\$460,000 payable within 4 years after registration of the agreement with no exploration commitment;
- If production on the concession commences, a 1.5% Net Smelter Return (NSR) royalty will be payable to the concession holder or can be bought for US\$1,000,000.

Apart from what is disclosed above, in the opinion of the Directors there were no other contingent liabilities at 31 December 2014, and the interval between 31 December 2014 and the date of this report.



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INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

NOTE 6: EVENTS SUBSEQUENT TO REPORTING DATE

Since balance date the Group has received funds from 2 of the 18 tranches under the Equity Swap Agreement amounting to \$15,310. At the date of the report the fair value of the remaining tranches is \$9,500.

On 8 March the Company announced it had negotiated convertible loan agreements with sophisticated and professional investors to the value of \$900,000. To the date of the report \$304,000 has been received.

On 16 March Mr Michael Sebbag resigned from his position in the Company, also executing a deed releasing the Company from all claims that he might have against the Company in relation to any outstanding director fees or other monies or payments he might be entitled to receive. Those entitlements are currently held in the 31 December 2014 accounts at an accrued valued of \$95,602.12

INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 31 DECEMBER 2014**DIRECTORS' DECLARATION**

The Directors of the Group declare that:

1. The financial statements and notes, as set out on pages 21 to 34, are in accordance with the *Corporations Act 2001* and:
 - a. Comply with Accounting Standard AASB 134 Interim Financial Reporting; and
 - b. Give a true and fair view of the economic entity's consolidated 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 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 s.303(5) of the *Corporations Act 2001*.



Ananda Kathiravelu

Dated this 16th day of March 2015

Independent Auditor's Review Report

To the Members of Promesa Limited

We have reviewed the accompanying half-year financial report of Promesa Limited ("the Company") and Controlled Entities ("the Consolidated Entity") which comprises the condensed consolidated statement of financial position as at 31 December 2014, the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration of the Consolidated Entity, comprising the Company and the entities it controlled during the half-year.

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 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 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 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 the Consolidated Entity, 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.

Independent Auditor's Review Report

To the Members of Promesa Limited (Continued)



Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001.

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 Promesa Limited and Controlled Entities 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 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.

Emphasis of Matter

Without qualifying our conclusion, we draw attention to note 1 of the half-year financial report which indicates that the Consolidated Entity incurred a net loss of \$1,475,120 during the half-year ended 31 December 2014. This condition, along with other matters as set forth in note 1, indicate the existence of a material uncertainty which may cast significant doubt about the ability of the Consolidated Entity to continue as a going concern and whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the half-year financial report.

BENTLEYS
Chartered Accountants

MARK DELAURENTIS CA
Director

Dated at Perth this 16th day of March 2015