



TROY RESOURCES LIMITED
ABN: 33 006 243 750

TROY RESOURCES LIMITED **RESULTS FOR ANNOUNCEMENT TO THE MARKET** **FOR THE YEAR ENDED 30 JUNE 2015**

Appendix 4E, previous corresponding period, year ended 30 June 2014.

Revenue and net profit		Percentage change		Amount \$'000
Revenue from ordinary activities	Up	2%	to	180,789
Impairment loss net of tax	Up	N/A	to	91,981
Underlying loss after tax and before impairment	Up	N/A	to	8,372
Loss from ordinary activities after tax	Down	N/A	to	100,353
Net loss attributable to members	Down	N/A	to	100,666

Dividend information	Amount per security (cents)	Franked amount per security (cents)	Tax rate full franking credit
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No dividend for the financial year 2015 has been declared.

Net tangible assets per security	Jun 2015 per share	Jun 2014 per share
Net tangible assets per security	\$0.59	\$1.01
Common shares on issue at balance date	290,096,411	195,034,997

The above results should be read in conjunction with the notes and commentary contained in this report.



TROY RESOURCES LIMITED
(ACN 006 243 750)

APPENDIX 4E

PRELIMINARY FINAL REPORT

FOR THE FINANCIAL YEAR ENDED

30 JUNE 2015



TROY RESOURCES LIMITED

Troy Resources Limited
Appendix 4E Preliminary Final Report
For the Financial Year Ended
30 June 2015

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**Review of results****(a) Production and sales**

Troy Resources Limited and its subsidiaries (the “Company” or “Troy” or “Group”) total production for the year was 78,001 ounces of gold and 3,111,182 ounces of silver or 121,835 gold equivalent ounces (2014: 93,947 gold ounces and 2,475,565 silver ounces or 132,939 gold equivalent ounces).

Troy’s wholly owned Casposo operation in San Juan Province, Argentina produced 55,859 ounces of gold (2014: 62,742) and 3,111,182 ounces of silver (2014: 2,475,565) for the year from the processing of 509,489 tonnes (2014: 519,661) of ore at an average gold grade of 3.73g/t (2014: 4.12g/t) and silver grade of 235.72g/t (2014: 191.73g/t).

Casposo cash costs on a co-product basis were US\$668 per gold equivalent ounce (2014: US\$735). Total gold equivalent ounces produced at Casposo were 99,963 (2014: 101,734). All-in sustaining costs (AISC) were US\$1,150 per gold equivalent ounce. This is the first year that Troy has reported AISC therefore comparatives for the 2014 year are not available.

Troy’s wholly owned Andorinhas operation in Para State, Brazil produced 22,142 ounces of gold for the year (2014: 31,205 ounces) at an average cash cost of US\$889 per ounce (2014: US\$856). AISC were US\$1,137 per gold ounce.

Group sales for the year totalled 79,255 ounces of gold and 3,053,127 ounces of silver or 122,184 gold equivalent ounces (2014: 90,625 ounces of gold and 2,299,195 ounces of silver or 126,774 gold equivalent ounces).

Casposo doré in transit and being processed at the Canadian refinery at 30 June 2015 totalled 8,084 (2014: 10,317) gold equivalent ounces of which 5,451 had been forward sold.

The Group’s available cash at 30 June 2015 was \$59.8 million (2014: \$43.2 million). Of this, \$8.5 million (US\$6.5 million) cash was held in Canada from recent Argentine gold and silver sales. The funds from the Argentine sales are required to be transferred via Argentina before surpluses can be remitted to Australia.

Gold equivalent ounces

Gold equivalent ounces produced are the result of converting silver ounces produced to an equivalent value of gold ounces using actual prices achieved and adding that to actual gold ounces produced.

(b) Results

Total revenue for the year increased by 2% to \$180,789,000 (2014: \$178,036,000)

The consolidated loss from ordinary activities before tax and minority interests for the year was \$99,328,000 (2014: loss \$93,991,000). The net loss after tax was \$100,353,000 (2014: loss \$59,125,000).

The year-end loss is reflected after bringing to account the following items:

- i) Expensing net exploration of \$7,155,000 (2014: \$2,794,000).
- ii) Export tax incurred in Argentina of \$8,183,000 (2014: \$7,575,000).
- iii) Government royalties of \$8,077,000 (2014: \$7,659,000).
- iv) Amortisation and depreciation of \$37,700,000 (2014: \$33,095,000).
- v) Impairment loss (after tax) of \$91,981,000 (2014: \$61,355,000).



Review of results

Results (continued)

The loss per share on a fully diluted basis is 49.4 cents, compared with loss of 34.0 cents in 2014.

Foreign exchange movements in Australian dollar terms of Troy's South American assets have positively impacted the total shareholders' equity during the year, with the Australian dollar weakening against the Argentinean Peso by 9% (2014: 56% stronger) and the Guyanese Dollar by 15% (acquired in 2014), and strengthening against the Brazilian Real by 16% (2014: 2% weaker).

(c) Debt facilities

As at 30 June 2015, the Group's principal debt was the \$100 million facility with Investec Bank Plc (Investec Facility). This facility comprises two tranches, both of which are fully drawn.

(a) Tranche A - limited to \$70.0 million.

(b) Tranche B - limited to \$30.0 million.

Pursuant to the Investec Facility, the Company is required to maintain a minimum liquidity position of \$15,000,000 and 100,000 ounces of gold equivalent hedging.

(d) Dividends

No dividend has been declared.

(e) Exploration

Total exploration expenditure for the year totalled \$10,309,000 (2014: \$14,709,000).

In the current period \$3,154,000 (2014: \$11,915,000) was capitalised in relation to infill drilling and related costs at the Karouni development project in Guyana.

Net exploration costs expensed directly to the profit and loss for the year totalled \$7,155,000 (2014: \$2,794,000).

(f) Hedge Contracts

Commodity hedge contracts totalled 80,500 oz of gold at an average US\$1,199/oz and 1,373,000 oz of silver at an average of US\$17.68/oz. At year end, the Company had in place foreign currency hedge contracts for a total of \$6.5 million at an average AUD/USD of 0.769 for delivery between August and September.

(g) Subsequent events

For details of significant events subsequent to balance date please refer to Note 9 on page 19 of this preliminary financial report.

(h) Additional information

Additional information on the Company's activities is available on its web site at www.troyres.com.au. Information available includes the detailed quarterly activities reports for the March and June 2015 periods, the 2014 Annual Report, Corporate Governance policies and other Company information and publications.



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Troy Resources Limited
Appendix 4E Preliminary Final Report
For the Financial Year Ended
30 June 2015

Consolidated statement of profit or loss for the financial year ended 30 June 2015

	Notes	2015 \$'000	2014 \$'000
Revenue	2	180,789	178,036
Cost of sales		(167,754)	(160,109)
Gross Profit		13,035	17,927
Other income	2	924	661
Net foreign exchange gains / (losses)		3,002	(5,492)
Exploration expenses (net)	3	(7,155)	(2,794)
Administration expenses	3	(6,689)	(9,220)
Other expenses – Corporate	3	(155)	(1,338)
Finance costs	3	(4,424)	(3,469)
Acquisition costs	3	-	(2,673)
Impairment loss	4	(97,866)	(87,593)
Loss before income tax		(99,328)	(93,991)
Income tax (expense) / benefit	5	(1,025)	34,866
LOSS FOR THE YEAR		(100,353)	(59,125)
Loss attributable to:			
Owners of the parent		(100,666)	(59,071)
Non-controlling interests		313	(54)
		(100,353)	(59,125)
Loss per share (EPS)			
Basic EPS (cents)		(49.4)	(34.0)
Diluted EPS (cents)		(49.4)	(34.0)

Notes to the consolidated financial statements are included on pages 11 to 19.



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Consolidated statement of profit or loss and other comprehensive income for the financial year ended 30 June 2015

	Notes	2015 \$'000	2014 \$'000
Loss for the year		(100,353)	(59,125)
Other comprehensive income			
Items that may be reclassified to profit or loss			
Changes in value of available for sale assets		-	62
Changes in value of cash flow hedge reserve net of deferred tax		9,051	(3,735)
Exchange differences on translating foreign operations		28,515	(47,505)
Other comprehensive income		37,566	(51,178)
Total comprehensive income for the year		(62,787)	(110,303)
Total comprehensive income attributable to:			
Owners of the parent		(63,100)	(110,249)
Non-controlling Interests		313	(54)
		(62,787)	(110,303)

Notes to the consolidated financial statements are included on pages 11 to 19.



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Consolidated statement of financial position as at 30 June 2015

	Notes	2015 \$'000	2014 \$'000
CURRENT ASSETS			
Cash and cash equivalents		60,556	43,409
Trade and other receivables		12,669	12,332
Current tax assets		398	4,300
Hedge asset		5,938	-
Inventories		16,615	23,042
TOTAL CURRENT ASSETS		96,176	83,083
NON-CURRENT ASSETS			
Property, plant and equipment		131,418	53,446
Mining properties		-	48,370
Development property		95,756	104,444
Other receivables		-	5,136
TOTAL NON-CURRENT ASSETS		227,174	211,396
TOTAL ASSETS		323,350	294,780
CURRENT LIABILITIES			
Trade and other payables		21,514	23,332
Current tax payables		-	644
Provisions		8,247	4,828
Hedge liability		-	4,244
Borrowings	7	40,700	30,695
TOTAL CURRENT LIABILITIES		70,461	63,743
NON-CURRENT LIABILITIES			
Other payables		1,494	3,909
Deferred tax liabilities		13,656	16,508
Provisions		7,643	3,881
Borrowings	7	57,841	10,123
TOTAL NON-CURRENT LIABILITIES		80,634	34,421
TOTAL LIABILITIES		151,095	98,465
NET ASSETS		172,255	196,315
EQUITY			
Issued capital	8	305,208	269,689
Reserves		(50,989)	(91,763)
Retained earnings		(81,964)	18,702
Parent interest		172,255	196,628
Non-controlling interests		-	(313)
TOTAL EQUITY		172,255	196,315

Notes to the consolidated financial statements are included on pages 11 to 19.



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Consolidated statement of changes in equity for the financial year ended 30 June 2015

	Issued Capital	Available for Sale Reserve	Share Based Payments Reserve	Cash Flow Hedge Reserve	Foreign Currency Translation Reserve	Retained Earnings	Attributable to Equity Holder of Parent	Non- controlling interest	TOTAL EQUITY
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 July 2013	109,695	(62)	4,932	-	(46,219)	77,773	146,119	(259)	145,860
Loss for the year	-	-	-	-	-	(59,071)	(59,071)	(54)	(59,125)
Changes in fair value of available-for-sale assets, net of tax	-	62	-	-	-	-	62	-	62
Changes in fair value of hedging instrument	-	-	-	(3,735)	-	-	(3,735)	-	(3,735)
Exchange differences on translation of foreign operations	-	-	-	-	(47,505)	-	(47,505)	-	(47,505)
Total comprehensive income for the year	-	62	-	(3,735)	(47,505)	(59,071)	(110,249)	(54)	(110,303)
Issue of fully paid shares - capital raising	33,186	-	-	-	-	-	33,186	-	33,186
Share issue costs	(1,120)	-	-	-	-	-	(1,120)	-	(1,120)
Issue of fully paid shares under employee bonus plan	405	-	-	-	-	-	405	-	405
Issue of fully paid shares to landholders	559	-	-	-	-	-	559	-	559
Issue of fully paid shares on acquisition of Azimuth	126,964	-	103	-	-	-	127,067	-	127,067
Share-based borrowing costs	-	-	369	-	-	-	369	-	369
Share-based payments	-	-	292	-	-	-	292	-	292
Balance at 30 June 2014	269,689	-	5,696	(3,735)	(93,724)	18,702	196,628	(313)	196,315
Balance at 1 July 2014	269,689	-	5,696	(3,735)	(93,724)	18,702	196,628	(313)	196,315
Loss for the year	-	-	-	-	-	(100,666)	(100,666)	313	(100,353)
Changes in fair value of hedging instrument net of deferred tax	-	-	-	9,051	-	-	9,051	-	9,051
Exchange rate differences on translation of Foreign Operations	-	-	-	-	28,515	-	28,515	-	28,515
Total comprehensive income for the year	-	-	-	9,051	28,515	(100,666)	(63,100)	313	(62,787)
Issue of fully paid shares - capital raising	37,933	-	-	-	-	-	37,933	-	37,933
Share issue costs	(2,584)	-	-	-	-	-	(2,584)	-	(2,584)
Issue of fully paid shares on exercise of options	35	-	-	-	-	-	35	-	35
Issue of fully paid shares under employee bonus plan	135	-	-	-	-	-	135	-	135
Share-based borrowing costs	-	-	3,053	-	-	-	3,053	-	3,053
Share-based payments	-	-	155	-	-	-	155	-	155
Balance at 30 June 2015	305,208	-	8,904	5,316	(65,209)	(81,964)	172,255	-	172,255

Notes to the consolidated financial statements are included on pages 11 to 19.



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Consolidated statement of cash flows for the financial year ended 30 June 2015

	Notes	2015 \$'000	2014 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		180,164	178,735
Payments to suppliers and employees		(120,814)	(151,279)
Proceeds from sundry income		68	92
Export tax and government royalties paid		(15,406)	(13,914)
Income taxes paid		(2,558)	(1,206)
NET CASH PROVIDED BY OPERATING ACTIVITIES		41,454	12,428
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for property, plant and equipment		(73,562)	(25,477)
Payments for mine and development properties		(4,294)	(8,722)
Payments for underground development and capital equipment at Casposo		(31,513)	(21,364)
Payments for exploration properties capitalised		(3,154)	(11,915)
Payments for power line commitments		(862)	(1,769)
Cash acquired on acquisition of Azimuth		-	7,465
Payments for Azimuth acquisition		-	(2,751)
Proceeds on sale of property, plant and equipment		599	721
Cash disposed on sale of Sertao Mineração Ltda		(12)	-
Interest received		607	432
NET CASH USED IN INVESTING ACTIVITIES		(112,191)	(63,380)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings	7	60,000	40,000
Repayments - ICBC	7	(739)	(178)
Payment of financing costs		(7,301)	(3,086)
Net proceeds from the issue of equity securities		35,384	32,066
Dividends paid - members of the parent entity		-	(45)
NET CASH PROVIDED BY FINANCING ACTIVITIES		87,344	68,757
Net increase in cash and cash equivalents		16,607	17,805
Cash and cash equivalents at the beginning of the financial year		43,409	26,086
Effects of exchange rate changes on balances held in foreign currencies		540	(482)
Cash and cash equivalents at end of the financial year		60,556	43,409

Notes to the consolidated financial statements are included on pages 11 to 19.



Notes to the consolidated financial statements for the financial year ended 30 June 2015

1. Basis of preparation

This preliminary final report for Troy Resources Limited (Troy) and its controlled entities (Group) has been prepared in accordance with ASX Listing Rule 4.3A and the disclosure requirements of ASX Appendix 4E. Certain comparative information has been reclassified to aid in comparability with the current financial year.

2. Revenues

(i) Operating revenue

	2015 \$'000	2014 \$'000
Gold sales	115,323	127,280
Silver sales	62,854	50,756
Hedging gains realised (net)	2,612	-
	180,789	178,036

(ii) Other income

Interest received - bank	620	483
Gain on sale of assets	236	86
Other	68	92
	924	661

3. Expenses

(i) Cost of sales

Depreciation of property, plant & equipment		
- Cost of sales	9,796	12,264
- Administration expenses	149	227
	9,945	12,491
Amortisation of mining properties	27,755	20,604
Export tax and other taxes (Argentina)	8,183	7,575
Government royalties	8,077	7,659
Rehabilitation provisions unwinding of discount	597	349

(ii) Exploration expenditure

Exploration expenditure incurred	10,309	14,709
Exploration capitalised (net of write-offs)	(3,154)	(11,915)
Exploration expensed (net)	7,155	2,794



**Notes to the consolidated financial statements for
the financial year ended 30 June 2015**

3. Expenses (continued)	2015 \$'000	2014 \$'000
<u>(iii) Administration expenses</u>		
Head office salaries, bonuses and on-costs	2,307	2,513
Previous Managing Director entitlements and bonus	349	-
Expatriate salaries and bonuses	-	579
Guyana expatriate salaries	-	225
Directors fees and on-costs	639	580
Other Brazil administration	129	313
Depreciation – furniture and equipment	149	227
Other Guyana office administration	24	499
Canadian office and administration	656	609
Other Head office administration ⁽ⁱ⁾	2,436	3,675
	6,689	9,220
 ⁽ⁱ⁾ Includes listing fees, shareholder costs, audit fees, taxation consultants, office rents, insurance, travel, conferences and other head office administration expenditure.		
<u>(iv) Other expenses - corporate</u>		
Non-current receivables discount	-	1,046
Share based payments	155	292
	155	1,338
<u>(v) Finance costs</u>		
Borrowing costs	2,719	2,960
Hedge finance costs	1,705	509
	4,424	3,469
<u>(vi) Acquisition costs</u>		
Acquisition success fee	-	1,623
Legal fees	-	63
Salary and redundancy payouts	-	602
Listing fees ASX/TSX	-	301
Share registry and other	-	84
	-	2,673



Notes to the consolidated financial statements for the financial year ended 30 June 2015

4. Impairment loss	2015 \$'000	2014 \$'000
Casposo CGU, Argentina		
Mining properties		
– half year to 31 December 2014	29,921	-
– half year to 30 June 2015	26,631	-
	56,552	-
Property, plant & equipment	24,488	-
Inventories – spares and consumables	10,195	-
Receivables - VAT	6,085	-
Karouni CGU, Guyana		
Development properties	-	87,459
Corporate		
Other financial assets	-	134
Property, plant and equipment	546	-
Impairment loss before income tax	97,866	87,593
Deferred income tax benefit		
– half year to 31 December 2014	(1,910)	-
– half year to 30 June 2015	(3,975)	(26,238)
Impairment loss net of income tax	91,981	61,355

Results of impairment testing

Development and Mine Assets

Non-financial assets are reviewed at each reporting period to determine whether there is an indication of impairment. Where an indicator of impairment exists, a formal estimate of recoverable amount is made.

The Group carried out recoverable amount assessments for all of its cash generating units (CGU's) and this has resulted in impairment charges for the Casposo gold and silver operation being recognised during the current year.

Methodology

The future recoverability of capitalised Mining properties and property, plant and equipment is dependent on a number of key factors including: gold and silver price, foreign exchange rates, discount rates used in determining the estimated discounted cashflow of CGU's and the level of reserves and resources. The costs to dispose have been estimated by management based on prevailing market conditions. Impairment is recognised when the carrying amount of the CGU exceeds its recoverable amount.

The Group has adopted fair value less cost to sell which is greater than the value in use and hence used this as the recoverable amount for impairment testing purposes. Fair value is estimated based on discounted cashflows using market based commodity price and exchange assumptions, estimated quantities of recoverable minerals, production levels, operating costs and future capital expenditure. When life-of-mine plans do not fully utilise the existing resource for a CGU, and options exist for the future extraction and processing of all or part of those resources, an estimate of the value of unmined resources is included in the determination of fair value. The Group considers this valuation approach to be consistent with the approach taken by other market participants.

Present values are determined using a risk adjusted discount rate appropriate to the risks inherent in the assets.

**Notes to the consolidated financial statements for
the financial year ended 30 June 2015****4. Impairment loss (Continued)**

Estimates of quantities of recoverable minerals, production levels, operating costs and capital requirements are sourced from the Group's planning process documents, including life-of-mine plans and operational budgets.

Significant judgements and assumptions are required in making estimates of fair value. CGU valuations are subject to variability in key assumptions including, but not limited to, long term gold and silver prices, currency exchange rates, discount rates, production assumptions and operating costs. A change in one or more of the assumptions used to estimate fair value could reduce or increase a CGU's fair value.

Due to recent revisions to the mine plans at the Casposo CGU impairment charges to reflect forecast net realisable values of spares and consumables inventories and VAT receivables have been recognised.

Key assumptions

The table below summarises the key assumptions used in the 2015 year end carrying value assessments:

	30 June 15				
	<u>July 15</u>	<u>July 16</u>	<u>July 17</u>	<u>July 18</u>	<u>July 19</u>
Gold price (US\$ per ounce)	1,185	1,250	1,225	1,275	1,200
Silver price (US\$ per ounce)	17.00	18.00	18.46	20.00	19.73
Discount rate per annum (post-tax)	9.3%	9.3%	9.3%	9.3%	9.3%
Foreign exchange rate (A\$/US\$)	0.75	0.75	0.75	0.80	0.78

Commodity prices and exchange rates

These are estimated with reference to external market forecasts prevalent at year end (Bloomberg median consensus bank forecasts). They are updated at least twice annually.

Discount rate

In determining the fair value of CGU's, the future cashflows are discounted using rates based on the Group's estimated after tax weighted average cost of capital, with an additional premium applied having regard to the geographic location of the CGU.

Operating and capital costs

Life-of-mine operating and capital cost assumptions are based on the Group's latest budget and life-of-mine plans. The projections do not include any provision for cost improvements reflecting the Group's objectives to maximise free cashflow, optimise and reduce activity, improve capital and labour productivity.

Unmined resources

Unmined resources may not be included in a CGU's particular life-of-mine plan for a number of reasons, including the need to constantly re-assess the economic returns on and timing of specific production options in the current economic environment.

The fair values of the Group's other CGU's were assessed by the Group and they exceeded their carrying values.

Sensitivity Analysis

After recognising the asset impairment and write down for Casposo, the recoverable value is assessed as being equal to its carrying value at 30 June 2015. Additionally using the assumptions and methodology above the recoverable value of the Karouni CGU has minimal head room compared to its carrying value at 30 June 2015.

Any variation in the key assumptions going forward will impact the recoverable value of the CGU's. If the variation in an assumption has a negative impact on recoverable value, it could indicate a requirement for additional impairment of non-current assets for either or both Casposo and Karouni.



Notes to the consolidated financial statements for the financial year ended 30 June 2015

5. Taxation

Export Tax / Government Royalties

Export tax is incurred on the gross revenue of all gold and silver shipped out of Argentina at a rate of 5%. Government royalties are separate and are levied on production and infrastructure spending. Both of these costs are reported as part of costs of sales and disclosed in Note 3.

Income Tax

Income tax rates applicable for Corporations operating in Argentina, Brazil, Guyana and Australia are 35%, 34%, 30% and 30% respectively. Argentine export tax is deductible for Argentine income tax purposes. The difference between actual tax expense or benefit and prior year tax estimates for Brazil and Argentina arise because the tax year in these jurisdictions follow a calendar year.

	Consolidated Full Year Ended 30 June 2015	
	\$'000	%
Argentina	4,426	N/A ⁽ⁱ⁾
Brazil (Local Taxation)	(1,123)	N/A ⁽ⁱⁱ⁾
Australia	(2,278)	N/A ⁽ⁱⁱⁱ⁾
Guyana	-	N/A
	1,025	-

- ⁽ⁱ⁾ The actual rate of tax differs from the nominal rate noted above due to impairment charges during the financial year and additional taxation deductions reversing estimated current and deferred tax provided in the prior year. No deferred tax assets are available to offset deferred tax liabilities in Argentina with historical losses fully utilised. Refer note 4 for further information on the tax impacts of impairment charges recognised during the current year.
- ⁽ⁱⁱ⁾ The effective income tax rate for Brazil has been impacted by the sale of Sertao Mineração Ltda and related write back of prior tax provisions.
- ⁽ⁱⁱⁱ⁾ The tax benefit in Australia relates to previously unrecognised accumulated tax losses recognised to offset deferred tax liabilities on hedge assets.



Notes to the consolidated financial statements for the financial year ended 30 June 2015

6. Segment reporting

The following is an analysis of the Group's revenue and results by reportable operating segment for the current and prior year:

	Note	Segment revenue Year ended		Segment loss Year ended	
		2015 \$'000	2014 \$'000	2015 \$'000	2014 \$'000
Producing Operations:					
Argentina		145,726	133,715	9,884	13,650
Brazil		32,451	44,321	539	4,277
Hedge realised		2,612	-	2,612	-
Total Operations		180,789	178,036	13,035	17,927
Exploration:					
Argentina				(3,305)	(1,957)
Guyana				(7,004)	(12,752)
Capitalised Guyana				3,154	11,915
Total Exploration				(7,155)	(2,794)
Impairment:					
Australia	4			(546)	(134)
Argentina	4			(97,320)	-
Guyana	4			-	(87,459)
Total Impairment loss before income tax				(97,866)	(87,593)
Total Segments		180,789	178,036	(91,986)	(72,460)
Other income	2			924	661
Net foreign exchange gains / (losses)				3,002	(5,492)
Corporate administration	3			(6,689)	(9,220)
Other expenses	3			(155)	(1,338)
Finance costs	3			(4,424)	(3,469)
Acquisition costs	3			-	(2,673)
Loss before tax				(99,328)	(93,991)
Income tax (expense) / benefit	5			(1,025)	34,866
Loss for the year				(100,353)	(59,125)



Notes to the consolidated financial statements for the financial year ended 30 June 2015

6. Segment reporting (continued)

The revenue reported above represents revenue generated from external customers. There were no intersegment sales during the year.

Segment profit represents the profit earned by each segment without the allocation of central administration costs and directors' salaries, interest income, expenses in relation to corporate facilities, and tax expense. This is the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

The following is an analysis of the consolidated entity's assets and liabilities by reportable segment:

Total assets	2015 \$'000	2014 \$'000
Operations:		
Argentina	27,995	108,807
Brazil	2,425	8,765
Guyana	225,327	126,603
Total segment assets:	255,747	244,175
Cash and cash equivalents ⁽ⁱ⁾	60,556	43,409
Tax assets ⁽ⁱ⁾	398	4,601
Other assets ⁽ⁱ⁾	711	2,595
Hedge asset ⁽ⁱ⁾	5,938	-
Total assets	323,350	294,780

⁽ⁱ⁾ Unallocated assets include various assets including cash held at a corporate level that have not been allocated to the underlying segments.

The following is an analysis of the consolidated entity's liabilities by reportable segment:

Total liabilities	2015 \$'000	2014 \$'000
Operations:		
Argentina	25,229	19,665
Brazil	4,755	4,669
Guyana	7,497	9,848
Total segment liabilities:	37,481	34,182
Income tax liabilities ⁽ⁱⁱ⁾	13,656	17,453
Borrowings ⁽ⁱⁱ⁾	98,541	40,818
Hedge liability ⁽ⁱⁱ⁾	-	4,244
Other liabilities ⁽ⁱⁱ⁾	1,417	1,768
Total liabilities	151,095	98,465

⁽ⁱⁱ⁾ Unallocated liabilities include tax liabilities, deferred consideration, corporate level entitlements and consolidated entity borrowings not specifically allocated to any one underlying segment.



**Notes to the consolidated financial statements for
the financial year ended 30 June 2015**

7. Borrowings

	2015 \$'000	2014 \$'000
Industrial and Commercial Bank of China (Argentina) S.A. – debt facility	762	1,391
Investec Bank (Australia) Limited	-	40,000
Investec Bank Plc – Syndicated debt facility ⁽ⁱ⁾	100,000	-
Capitalised borrowing costs	(2,221)	(573)
	98,541	40,818
Current	40,700	30,695
Non-current	57,841	10,123
	98,541	40,818

Summary of borrowing arrangements

- ⁽ⁱ⁾ During the current financial year the Group drew in full on the \$100 million Investec Facility. This was used in part to repay the \$40 million that was outstanding under the previous Investec Bank (Australia) Limited facility on 7 July 2014.

8. Issued capital

Fully paid ordinary share capital

	2015		2014	
	No. '000	\$ '000	No. '000	\$ '000
Balance at the beginning of the financial year	195,035	269,689	91,469	109,695
Issue of fully paid shares on exercise of options	61	35	-	-
Issue of fully paid shares in lieu of cash bonus	169	135	368	405
Issue of fully paid shares to landowners in Guyana ⁽ⁱ⁾	-	-	476	559
Issue of fully paid shares for the acquisition of Azimuth	-	-	76,174	126,964
Issue of fully paid shares pursuant to share placement net of share issue costs	87,500	32,461	22,289	26,921
Issue of fully paid shares pursuant to share purchase plan net of share issue costs	7,331	2,888	4,259	5,144
	290,096	305,208	195,035	269,688

- ⁽ⁱ⁾ Issued pursuant to the terms of agreement between Azimuth Resources Limited and landholders in Guyana.



TROY RESOURCES LIMITED

Troy Resources Limited
Appendix 4E Preliminary Final Report
For the Financial Year Ended
30 June 2015

Notes to the consolidated financial statements for the financial year ended 30 June 2015

9. Subsequent events

On 31 July 2015, Troy issued its quarterly activities report for the quarter ended 30 June 2015, which indicated:

- (i) Mining activities at the Andorinhas project in Brazil had been completed and the operation was now focused on rehabilitating the mine and processing remaining low grade stockpiles which would continue until September when the plant will be stopped.
- (ii) At Casposo with recent falls in gold and silver prices, the Company has commenced a comprehensive review to target reductions in capital spending and operating costs. The review is likely to incorporate adjustments to mine plans and future metal production schedules in order to reduce costs and optimize the value of in ground resources.

On 26 August 2015, the Company entered into an agreement with TSX-V listed Magellan Minerals Limited for the sale of its Andorinhas plant and all associated equipment and inventories for US\$4.5 million.

Other than the above, there are no other matters or circumstances that have arisen since 30 June 2015 that have significantly affected or may significantly affect:

- (i) The consolidated entity's operations in future financial years; or
- (ii) The results of those operations in future financial years; or
- (iii) The consolidated entity's state of affairs in future financial years.

10. Information on audit

This preliminary final report is based on accounts which are in the process of being audited.

Signed on behalf of the Directors

Mr Fred Grimwade
Non-Executive Chairman

Perth, Western Australia
Date: 31 August 2015