GENERAL MINING CORPORATION LIMITED

ACN 125 721 075

Annual Report to Shareholders

2015

GENERAL MINING CORPORATION LIMITED

CONTENTS

CORPORATE DIRECTORY

ACN: 125 721 075
ABN: 95 125 721 075

DIRECTORS

Michael Fotios	Executive Chairman
Alan Still	Non-executive Director
Michael Kitney	Non-executive Director

COMPANY SECRETARY

Karen Brown Company Secretary

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HOME STOCK EXCHANGE
Australian Securities Exchange - Perth
ASX Code: GMM

CHAIRMAN'S REPORT

On behalf of the Directors of General Mining Corporation Limited (ASX code: GMM), I present the 2015 annual report for the Company.

The challenges for the junior resource sector as a whole continued through from 2014 into 2015 with limited market enthusiasm and consequently limited opportunities for access to future funding. Your Company's exploration activities continued to be constrained by the need to conserve funds and efforts to minimise cash outlays remained a priority. However, the Directors continued the search for new opportunities applying the principle that projects owned or under acquisition should be located in proximity to existing plants and on 9 February 2015 the Company was able to announce that a transaction had been entered into with Galaxy Resources Limited ("Galaxy") whereby GMM would be granted the right to solely operate at the Mt Cattlin Project for three years with the option to purchase 100% interest.

The Company' completed its due diligence on the Mt Cattlin Project and on 7 April 2015 announced that it would proceed to next phase, the Development Period, during which GMM would manage the project with the purpose of determining whether/when to commence production of tantalum (and spodumene). A revision of the terms of the transaction was announced on 9 June 2015 such that GMM has the right to acquire 50% of the project for a total consideration of $25 million and to earn 50% of Galaxy's James Bay Lithium Project in Canada. Subsequent to financial year end, the formal definitive agreement with Galaxy was executed and GMM shareholder approval was obtained for the transaction to proceed.

As I have said previously, Mt Cattlin represents an exceptional opportunity for your Company to enter the lithium market at a low capital cost, and at a time of increasingly robust global demand for the commodity. With GMM benefitting from approximately $130m in historic sunk capital shortening its lead time to production, and a much improved commodity price and exchange rate environment, the Company is well placed to be the first ASX listed miner to deliver spodumene concentrate to the global market in early 2016. The transaction also gives us, in the James Bay Project, a second development project close to several downstream consumers of lithium raw materials.

The Company's positive news flow has been put it in an advantageous position in an otherwise constrained capital market and we successfully raised $900,000 from a placement at 5 cents per share in February 2015 and an another $3+ million from a further placement to professional and sophisticated investors (and to certain director related entities as approved by shareholders) in September 2015. Subsequent to the reporting period, a further $2m was raised via a 1-for-5 entitlements issue at 5 cents per share to existing shareholders.

Since the end of the financial year, the Board of your Company has been restructured with the appointment of Alan Still and Michael Kitney, both well credentialed metallurgists with international experience in critical metals including lithium and other rare metals.

Michael Wright, Craig Readhead and Bob Wanless have stepped down from the Board and I would like to thank them for their commitment and efforts over past years.

My thanks also to the small team of personnel and consultants working in the interests of your Company throughout the year and into the future.

Michael Fotios
Executive Chairman

DIRECTORS' REPORT

The Directors present their report on the consolidated entity consisting of General Mining Corporation Limited (ACN 125 721 075) (ASX code GMM) ("GMM" or "the Company") and the entity it controlled at the end of, or during, the year ended 30 June 2015.

DIRECTORS

The following persons were Directors of General Mining Corporation Limited during the whole year and up to the date of this report, unless otherwise noted:

Michael Wright - Chairman
Craig Readhead - Non-executive Director
Robert Wanless - Non-executive Director
Michael Fotios - Executive Director

PRINCIPAL ACTIVITIES

The principal activities of the economic entity during the course of the financial year were the exploration and assessment of mineral exploration projects in Australia. Besides the progress made on the Mt Cattlin Project (detailed below), there has been no significant change in the nature of these activities during the financial year.

RESULTS

The consolidated loss of the economic entity attributable to the shareholders of the holding company for the financial year after abnormal items and income tax was $1,057,503 (2014: $717,688).

DIVIDENDS

No dividends have been paid by the Company during the financial year ended 30 June 2015, nor have the Directors recommended that any dividends be paid.

REVIEW OF OPERATIONS

The Company's portfolio of exploration properties in Western Australia is focussed mainly on gold projects in the Murchison (Mt Success and Chesterfield) and Pilbara (Mercury Hill) Goldfields in Western Australia. However, during the year, an opportunity arose for the Company to enter into a transaction to acquire an interest in the Mt Cattlin Project. The project, currently wholly owned by Galaxy Resources Limited ("Galaxy"), is located two kilometres north of the town of Ravensthorpe in Western Australia. Previously mined for both spodumene and associated tantalum by-products, the project has been in care & maintenance since July 2012.

Mt Cattlin –tantalum, spodumene and mica project

In February 2015, the Company announced that it had entered into a binding term sheet granting it the right to solely operate at the Mt Cattlin Project for 3 years with option to purchase 100% interest in Mt Cattlin for $30,000,000 plus a 3% net smelter return, at any time during the 3 year period. An annual lease fee of $2.500,000 and a 10% production royalty would be payable to Galaxy. On payment of a non-refundable $50,000 deposit, the Company was granted 60 days exclusive due diligence and a further 90 days sole and exclusive right to determine whether or not to commence production of tantalum.

In April 2015, the Company announced that the due diligence phase of the agreement had been successfully completed and that the Company would move to the development period during which it would take on management of the project will conducting studies to determine when and if it would move to commence production.

In June 2015, the Company announced a revision to the terms of the agreement such that:

1. The Company will initially acquire a 50% deemed operating profit interest in the project, by spending $7m on the Project prior to commencement of production (on or before 31 March 2016). General Mining's equity interest will commence at 14% upon making that expenditure and thereafter increase in accordance with Clause 2 below;

2. Balance of consideration to be paid in 3x $6m instalments, due annually from the commencement of production. General Mining's equity interest will increase by 12% upon payment of each instalment;

3. General Mining has the right to acquire its 50% share early (at its sole discretion) by making full payment at any time in the first three years;

REVIEW OF OPERATIONS (continued)

4. All prior lease and royalty arrangements to be extinguished;

5. General Mining to be sole operator and manager of the Project;

6. All care & maintenance costs prior to the commencement of production (subject to a cap on Galaxy's contribution of $50,000 per month) and revenues after the commencement of production to be shared equally;

7. Offtake discussions for both spodumene and tantalum sales from Mt Cattlin to be jointly managed by the parties;

8. All tenements currently held by Galaxy subsidiary, Galaxy Lithium Australia Limited are included in the Mt Cattlin Project package;

9. The Company has the right to earn a 50% stake in Galaxy's James Bay Lithium Project in Canada by spending USD $5m over a three year period.

The formal agreement on the revised terms was executed early in September 2015 and approval by the shareholders of General Mining for the transaction was obtained on 9 September 2015.

Material progress has been made in a number of areas including:

- Flow sheet redesign with the major area of focus being a redesigned and refurbished crushing circuit, and increased spodumene and tantalum recovery
- Test work on Mica removal
- Identification of key roles and commencement of the recruitment process for a number of residential positions
- Planning for resource extension drilling with a view to expanding spodumene production capacity.

Refurbishment works are scheduled to begin in October 2015 with construction of new modules to follow soon after and production is anticipated to recommence by the end of the March 2016 quarter. Beyond the immediate focus on tantalum and lithium (spodumene) production, the Company is also exploring ways to further monetise the in-situ resource via the separation of mica, feldspar and silica products.

The Company also plans to commence work on a definitive feasibility study for the James Bay Project in 2016.

Western Australia Gold Projects

- Chesterfield, Murchison Region (Gold, GMM 100%)
- Mercury Hill, Pilbara Region (Gold, GMM 100%)

Activity was restricted to desktop work on the Company's WA based gold assets, with little work occurring in the field.

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

The state of affairs of the Company was not affected by any significant changes during the year other than as disclosed elsewhere in this report and as noted in the Statement of Financial Position and Statement of Comprehensive Income.

EVENTS SUBSEQUENT TO BALANCE DATE

On 7 September 2015, the Group announced that it has executed the final definitive documentation with Galaxy Resources Limited to restart and operate the Mt Cattlin mine. Production is scheduled to recommence at the end of the first quarter of 2016 and the Group is committed to paying costs of $25 million per the agreement.

On 11 September 2015, the Group announced a placement of 60,000,000 shares at 5c per share to sophisticated and professional investors. A total of 63,300,000 shares were issued at 5c each on 21 September 2015 pursuant to that placement and placement issues to Directors or their nominees as approved by shareholders on 9 September 2015. 3,000,000 options exercisable at 8c each and expiring in 24 months where issued in part consideration of brokers' fees.

On 21 September 2015, 500,000 shares were issued at a deemed issue price of 5c per share on conversion of a loan from a director-related entity (and as approved by shareholders on 9 September 2015).

On 21 September 2015, 7,500,000 shares were issued free to a director and to key management personnel. In addition, 11,250,000 options exercisable at 8c each, expiring in 24 months and 11,250,000 options exercisable at 12c each, expiring in 36 months were issued. These incentive securities were issued in accordance with shareholder approvals obtained on 9 September 2015.

On 25 September 2015 a prospectus for a 1-for-5 non-renounceable rights issue at 5c per share was lodged with ASIC and ASX. If fully subscribed, the issue will raise approximately $2.24 million before costs of the issue.

No other matters or circumstances, not otherwise dealt with in the financial statements, have arisen since the end of the financial year and to the date of this report which significantly affected or may significantly affect the operations of the economic entity, the results of the economic entity, or the state of affairs of the economic entity in the financial years subsequent to the financial year ended 30 June 2015.

LIKELY DEVELOPMENTS

The Company intends to continue development of its current businesses, to develop new businesses, and to seek other areas of investment in resources and other industries. Further information on likely developments in the operations of the Company and expected results of operations have not been included in this report because the directors believe it would be likely to result in unreasonable prejudice to the Company.

PARTICULARS OF DIRECTORS

Michael Wright, Chairman
Mr Wright (57) has had over 29 years experience in the resources industry, particularly in the management of listed resource companies in the gold, minerals and oil and gas sectors. During that time he has held positions with Herald Resources, Laurel Bay Petroleum, Occidental Oil, the Griffin Coal Group, Arthur Andersen and others. An executive director of Herald Resources from 1993 until September 2008, Mr Wright had overseen the development of 6 mines since joining that company. As part of that process, he was also instrumental in some of the early resource loans and innovative hedging arrangements in their infancy in Australia. Mr Wright was also a non-executive director of Jaguar Minerals Ltd (now named Pacifico Minerals Ltd) until October 2010.

Craig Readhead, B Juris Llb, Director
Mr Readhead (61) holds the degrees of Bachelor of Law and Bachelor of Jurisprudence from the University of Western Australia. He has spent more than 30 years practicing in the resources law area and was a partner of a major Perth Law firm before forming his own practice 20 years ago. He is now a partner of the law firm Allion Legal. Mr Readhead has had a significant role in the development of a number of mining projects within Australia, Africa and South East Asia. Mr Readhead is a director of a number of listed and unlisted companies. He has been a director of the following listed companies in the past 3 year period: Heron Resources Limited (appointed director November 2001, chairman since March 2002, resigned April 2015), Frankland River Olive Company Limited (appointed as director September 1999, chairman since March 2010, resigned June 2012), Galaxy Resources Limited (appointed director and chairman April 1999, resigned November 2013), India Resources Limited (appointed February 2007, resigned August 2012), Beadell Resources (appointed director and chairman April 2011), Redbank Copper Limited (appointed April 2013), Swan Gold Mining Limited (appointed March 2013) and Western Areas Ltd (appointed June 2014).

PARTICULARS OF DIRECTORS (Continued)

Robert Wanless, Director
Mr Wanless (68) is a prospector and mining investor with 38 years mining experience. He was employed by Placer Exploration Limited as a professional prospector and exploration supervisor covering South East Asia and Australia including exploration at Laloki, Watut and Pleysumi (PNG) and throughout Western Australia. Since then he has embarked on all aspects of mineral exploration, assessment, acquisition, fieldwork, development and mining, mainly in Western Australia. He has negotiated numerous mining related sale and joint venture agreements with International and Australian mining companies involving gold, base metals and industrial mineral properties. Recently he managed the Alicia Gold Mine in Western Australia. He is a past founding director of ASX listed Greenstone Resources NL and a current founding director of ASX listed Galaxy Resources Ltd (appointed January 1996, resigned November 2013).

Michael Fotios, Director
Mr Fotios (53) is a Geologist specialising in Economic Geology with 29 years extensive experience in exploration throughout Australia, taking projects from exploration to feasibility. He has held positions with Homestake Australian Limited and Sons of Gwalia Limited and was a Managing Director of Tantalum Australia NL (now ABM resources Ltd) and of Galaxy Resources Limited. He was a non-executive director of Northern Star Resources Ltd (from September 2009 to October 2013), a director of Stirling Resources Limited (September to November 2012) and founder and Executive Chairman of Investmet Limited. He is also currently a director of Horseshoe Metals Limited (from May 2012), Pegasus Metals Ltd (form December 2009), Swan Gold Mining Limited (from September 2012) and Redbank Copper Limited (from September 2012).

Karen Brown, BEc(Hons) Company Secretary
Miss Brown, (55) is an Honours Degree graduate in economics from the University of Western Australia. Miss Brown has considerable experience in corporate administration of public listed companies over a period spanning 28 years, primarily in the resources sector and is currently a company secretary for Alkane Resources Ltd.

At the date of this report, the interests of the directors in the shares and options of General Mining Corporation Ltd (directly and indirectly) were:

	Number of ordinary shares	Number of options over ordinary shares
Michael Wright	4,774,625	-
Michael Fotios	32,906,231	15,000,000
Robert Wanless	3,070,000	-
Craig Readhead	3,179,034	-

DIRECTORS' MEETINGS

The following table sets out the number of meetings of the Company's directors held during the year ended 30 June 2015, and the number of meetings attended by each director.

There were four (4) Board Meetings and no Audit, Nomination or Remuneration Committee meetings held during the financial year. The number of meetings attended by each director during the year is as follows:

	Board meetings		Audit Committee		Nomination Committee		Remuneration Committee		Risk Management Committee	
Director	Held	Attended	Held	Attended	Held	Attended	Held	Attended	Held	Attended
M Wright	4	4	0	0	0	0	0	0	0	0
C Readhead	4	4	0	0	0	0	0	0	0	0
M Fotios	4	4	0	0	0	0	0	0	0	0
R Wanless	4	4	0	0	0	0	0	0	0	0

Committee Membership
Directors acting on the committees of the board during the year were:

Audit	Nomination	Remuneration	Risk Management
M Wright	M Wright	M Wright	M Wright
C Readhead	C Readhead	C Readhead	C Readhead
R Wanless		R Wanless	R Wanless
			M Fotios

2015 REMUNERATION REPORT (Audited)

The remuneration report is set out under the following main headings:

A Principles used to determine the nature and amount of remuneration

B Details of remuneration

C Service agreements

D Share-based compensation

E Additional information (unaudited)

The information provided under headings A-D includes remuneration disclosures that are required under Accounting Standard AASB 1024 Related Party Disclosures. These disclosures have been transferred from the financial statements and have been audited. The disclosures in Section E are additional disclosures required by the Corporations Act 2001 and the Corporations Regulations 2001 which have not been audited.

A Principles used to determine the nature and amount of remuneration (audited)

Remuneration Policy

The remuneration policy of General Mining Corporation Limited ("GMM") has been designed to align director and executive objectives with shareholder and business objectives by providing a fixed remuneration component and offering specific long-term incentives based on key performance areas affecting the Consolidated Entity's financial results. The board of GMM believes the remuneration policy to be appropriate and effective in its ability to attract and retain the best executives and directors to run and manage the Consolidated Entity.

The board's policy for determining the nature and amount of remuneration for board members and senior executives of the Consolidated Entity is as follows:

- The remuneration policy, setting the terms and conditions for the executive directors and other senior executives, was developed by the board. Some Directors are entitled to receive a base salary. The board will review executive packages annually by reference to the Consolidated Entity's performance, executive performance and comparable information from industry sectors and other companies in similar industries.

- The board may exercise discretion in relation to approving incentives, bonuses and options. The policy is designed to attract and retain the highest calibre of executives and reward them for performance that results in long-term growth in shareholder wealth.

- Executives are also entitled to participate in the employee share and option arrangements.

- The executive directors and executives receive a superannuation guarantee contribution required by the government, which is currently 9.5%, and do not receive any other retirement benefits.

- All remuneration paid to directors and executives is valued at the cost to the Company and expensed. Options are valued using the Black-Scholes methodology

- The board policy is to remunerate non-executive directors at market rates for comparable companies for time, commitment and responsibilities. The board determines payments to the non-executive directors and reviews their remuneration annually, based on market practice, duties and accountability. Independent external advice is sought when required. The maximum aggregate amount of fees that can be paid to non-executive directors is subject to approval by shareholders at the Annual General Meeting. Fees for non-executive directors are not linked to the performance of the Company. However, to align directors' interests with shareholder interests, the directors are encouraged to hold shares in the Company. In accordance with the Constitution, the maximum total remuneration for non-executive Directors is to be $250,000 per annum.

REMUNERATION REPORT (Continued)

A Principles used to determine the nature and amount of remuneration (Continued)

Remuneration Policy (Continued)

Performance based remuneration

The Company currently has no other performance based remuneration component built into director and executive remuneration packages.

Company performance, shareholder wealth and directors' and executives' remuneration

The remuneration policy has been tailored to increase the direct positive relationship between shareholders' investment objectives and directors and executive's performance. Currently, this is facilitated through the issue of options to the directors to encourage the alignment of personal and shareholder interests. The Company believes this policy will be effective in increasing shareholder wealth.

B Details of remuneration (audited)

Details of the remuneration of the directors and the key management personnel (as defined in AASB 124 Related Party Disclosures) of GMM and the Consolidated Entity are set out in the following tables.

The key management personnel of GMM and the Consolidated Entity include the directors as noted in the Particulars of Directors and the following executive officers who have authority and responsibility for planning, directing and controlling the activities of the Consolidated Entity:

- Karen Brown – Company Secretary (Joint Company Secretary until 18 March 2015)
- Lindsay Colless – Joint Company Secretary until 18 March 2015 (deceased 18 March 2015)

Given the size and nature of operations of GMM and the Consolidated Entity, there are no other employees who are required to have their remuneration disclosed in accordance with the Corporations Act 2001.

Key management personnel and other executives of GMM and the Consolidated Entity

Details of remunerations to directors are as follows:

	Consolidated	
	2015 $	2014 $
Directors' income (see also Note 15)		
Total income received, or due and receivable, by directors of General Mining Corporation Limited from the company and any related body corporate in connection with the management of the company and any related body corporate.	180,008	180,008
Total income received, or due and receivable, by directors of subsidiaries only, from the company and any related body corporate in connection with the management of the company and any related body corporate.	-	-

The details of remuneration of the directors and key management personnel of General Mining Corporation Limited ("GMM") are set out in the following tables. The key management personnel of "GMM" are the following: Michael Wright, Craig Readhead, Robert Wanless, Michael Fotios and Karen Brown.

REMUNERATION REPORT (Continued)
The details of directors' remunerations paid or payable are as follows:

Directors

Name	Short-term benefits Salary and fees $	Post-employment benefits $	Share-based payment Shares $	Share-based payment Options $	Total $	Fixed % of remuneration
2015						
Michael Wright Chairman	60,000	-	-	-	60,000	100%
Robert Wanless Director	40,000	-	-	-	40,000	100%
Craig Readhead Director	40,008	-	-	-	40,008	100%
Michael Fotios Director	40,000	-	-	-	40,000	100%
	180,008	-	-	-	180,008	
2014						
Michael Wright Chairman	60,000	-	-	-	60,000	100%
Robert Wanless Director	40,000	-	-	-	40,000	100%
Craig Readhead Director	40,008	-	-	-	40,008	100%
Michael Fotios Director	40,000	-	-	-	40,000	100%
	180,008	-	-	-	180,008	

Details of remuneration of other key management personal are as follows:

Name	Short-term benefits Salary and Fees $	Post-employment benefits $	Share-based payment Shares $	Share-based payment Options $	Total $	Fixed % of remuneration
2015						
L Colless & K Brown * Company Secretarial and administration fees	84,000	-	-	-	84,000	100%
	84,000	-	-	-	84,000	
2014						
L Colless & K Brown Company Secretarial and administration fees	84,000	-	-	-	84,000	100%
	84,000	-	-	-	84,000	

* L Colless and K Brown were Joint Company Secretaries until 18 March 2015. K Brown is the current Company Secretary
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REMUNERATION REPORT (Continued)

Summary	Short-Term		Post Employment	Share-based Payments		Total
	Salary & Fees	Non Monetary		Shares	Options	
	$	$	$	$	$	$
Directors						
M Wright						
2015	60,000	-	-	-	-	60,000
2014	60,000	-	-	-	-	60,000
R Wanless						
2015	40,000	-	-	-	-	40,000
2014	40,000	-	-	-	-	40,000
C Readhead						
2015	40,008	-	-	-	-	40,008
2014	40,008	-	-	-	-	40,008
M Fotios						
2015	40,000	-	-	-	-	40,000
2014	40,000	-	-	-	-	40,000
Other key management personnel						
L Colless & K Brown – Joint Company Secretarial and administration fees *						
2015	84,000	-	-	-	-	84,000
2014	84,000	-	-	-	-	84,000
Total						
2015	264,008	-	-	-	-	264,008
2014	264,008	-	-	-	-	264,008

The total amount of insurance contract premiums paid is $6,630 (2014:$ 11,600). This is not included in the Key Management Personnel compensation above. The insurance is split evenly over all the directors.

* L Colless and K Brown were Joint Company Secretaries until 18 March 2015. K Brown is the current Company Secretary.

Directors' shareholdings

The interests of Directors and their Director related entities in shares and share options at the end of the financial year are as follows:

Name of Director	Shares held directly	Shares held indirectly	Options held directly	Options held indirectly
M Wright	1,500,000	2,274,625	66,666	101,094
C Readhead	-	2,179,034	-	49,999
R Wanless	1,510,000	760,000	-	-
M Fotios	-	27,906,231	-	3,662,975
Total	3,310,000	33,119,890	66,666	3,814,068

Note:

2015 Name	Balance at the start of the financial year	Changes during the year	Issued during the year on exercise of options	Balance at the end of the financial year
(1) Shares				
Directors of General Mining Corporation Limited				
M Wright	3,774,625	-	-	3,774,625
C Readhead	2,179,034	-	-	2,179,034
R Wanless	2,570,000	(300,000)	-	2,270,000
M Fotios	46,258,847	(18,352,616)	-	27,906,231
Key Management Personnel				
K Brown	501,625	-	-	501,625
Total shares	55,284,131	(18,652,616)	-	36,631,515

REMUNERATION REPORT (Continued)

2015 Name	Balance at the start of the financial year	Changes during the year	Issued during the year on exercise of options	Balance at the end of the financial year
(2) Options				
Directors of General Mining Corporation Limited				
M Wright	335,521	(167,761)	-	167,760
C Readhead	99,998	(49,999)	-	49,999
R Wanless	-	-	-	-
M Fotios	21,950,589	(18,287,614)	-	3,662,975
Key Management Personnel				
K Brown	43,700	(21,850)	-	21,850
Total Options	22,429,808	(18,527,224)	-	3,902,584

2014 Name	Balance at the start of the financial year	Changes during the year	Issued during the year on exercise of options	Balance at the end of the financial year
(1) Shares				
Directors of General Mining Corporation Limited				
M Wright	3,019,700	754,925	-	3,774,625
C Readhead	1,743,227	435,807	-	2,179,034
R Wanless	4,070,000	(1,500,000)	-	2,570,000
M Fotios	33,425,885	12,832,962	-	46,258,847
Key Management Personnel				
K Brown & L Colless	403,300	98,325	-	501,625
Total shares	42,662,112	12,622,019	-	55,284,131
(2) Options				
Directors of General Mining Corporation Limited				
M Wright	503,283	(167,762)	-	335,521
C Readhead	150,000	(50,002)	-	99,998
R Wanless	-	-	-	-
M Fotios	33,092,551	(11,141,962)	-	21,950,589
Key Management Personnel				
K Brown & L Colless	65,550	(21,850)	-	43,700
Total Options	33,811,384	(11,381,576)	-	22,429,808

REMUNERATION REPORT (Continued)

C Service agreements (audited)

Michael Wright

Michael Wright was appointed as a non-executive director on 25 February 2008, and as chairman on 1 October 2009. The agreement was renewed on 1 October 2009. As per the revised agreement, the term of appointment will expire on the 3rd annual general meeting or earlier by rotation. Mr Wright was re-elected by rotation in 2010 and again in 2012. Director's fees are payable at $60,000 per annum (inclusive of any applicable statutory superannuation). The agreement will be terminated on occurrence of any of the events mentioned in the agreement.

Craig Readhead

Craig Readhead was appointed as a Director of the Company and Chairman of the Board on the 10 September 2007. The agreement was renewed on 1 October 2009. As per the revised agreement, the term of appointment will expire on the 3rd annual general meeting or earlier by rotation. Mr Readhead was re-elected by rotation in 2010 and again in 2013. Director's fees are payable at $40,008 per annum (inclusive of any applicable statutory superannuation) thereafter. The agreement will be terminated on occurrence of any of the events mentioned in the agreement.

Robert Wanless

Robert Wanless was appointed as Director of GMM at the first meeting of Directors held on 31 May 2007. The agreement was renewed on 1 October 2009. As per the revised agreement, the term of appointment will expire on the 3rd annual general meeting or earlier by rotation. Mr Wanless was re-elected by rotation in 2014. Directors fees are payable at $40,000 per annum (inclusive of any applicable statutory superannuation). The agreement will be terminated on occurrence of any of the events mentioned in the agreement.

Michael Fotios

Michael Fotios was appointed as Director of GMM at the general meeting held on 15 June 2012. The term of appointment will expire on the 3rd annual general meeting after appointment, or earlier by rotation. Directors fees are payable at $40,000 per annum (inclusive of any applicable statutory superannuation). The agreement will be terminated on occurrence of any of the events mentioned in the agreement.

Lindsay Colless and Karen Brown

Lindsay Colless and Karen Brown were appointed as Joint Company Secretaries on 11 February 2008 (the agreement was renewed on October 2009 and is ongoing). Lindsay Colless (deceased 18 March 2015) is no longer Company Secretary. Fees for the provision of services are $7,000 per month.

D Share-based compensation (audited)

During the year ended 30 June 2015 (and in the prior year), the Company did not grant any share based compensation options to the Directors and Company Secretary.

E Additional information – (audited)

Performance income as a proportion of total compensation

No performance based bonuses have been paid to key management personnel during the financial year

Share Options

Options to take up ordinary shares in the capital of GMM have been granted as follows:

Outstanding as at the date of this report:	Number
Listed and unlisted options exercisable	
Outstanding as at date of this report	25,500,000
Outstanding at end of the financial year	9,134,915
Outstanding at the beginning of the financial year	35,703,211
Expired during the financial year	26,564,463
Granted during the financial year	Nil
Exercised during the financial year	3,833

Unissued shares under option:

a) At the date of this report unissued ordinary shares of the Company under option to directors in their capacity as directors of the Company are:

Expiry Date	Exercise Price	Number of options
21/09/17	0.08	7,500,000
21/09/18	0.12	7,500,000
Total		15,000,000

b) At the date of this report other unissued ordinary shares of the Company under option are:

Expiry Date	Exercise Price	Number of options
21/09/17	0.08	6,750,000
21/09/18	0.12	3,750,000
Total		10,500,000

End of Remuneration Report

SHARES ISSUED ON THE EXERCISE OF OPTIONS

There were 3,833 ordinary shares issued during the year ended 30 June 2015 on the exercise of options granted under the Employee Share Option Plan. No options were issued outside of the Employee Share Option Plan to a director of the Consolidated Entity during the year. Since year-end to the date of this report no options have been exercised.

Options exercised during the year:

Expiry Date	Exercise Price	Number of options
03/09/2015	0.10	3,833
Total		3,833

No person entitled to exercise any option has or had, by virtue of the option, a right to participate in any share issue of any other body corporate. The names of all holders of options are entered into the Company's register, inspection of which may be made free of charge.

DIRECTORS' REPORT (Continued)

CORPORATE GOVERNANCE

In recognising the need for the highest standards of corporate behaviour and accountability, the directors of General Mining Corporation Limited support and have adhered to the principles of corporate governance and have established a set of policies and manuals for the purpose of managing corporate governance. The Company's detailed corporate governance policy statement is contained in the additional Supplementary Information section of the annual report.

ENVIRONMENTAL REGULATION

The Consolidated Entity is regulated by environmental authorities in Australia in respect of its exploration and mining activities. The Consolidated Entity is subject to environmental controls and licence conditions on all its mineral exploration tenements relating to any exploration activity on those tenements. No breaches of any licence were recorded during the year.

DIRECTORS AND OFFICERS INSURANCE

During the financial year, the Company paid an insurance premium to insure the directors and secretaries of the Company and its controlled entities. The liabilities insured are legal costs that may be incurred in defending civil or criminal proceedings that may be brought against the Officers in their capacity as officers of the Group, and any other payments arising from liabilities incurred by the officers in connection with such proceedings. This does not include such liabilities that arise from conduct involving wilful breach of duty by the officers or the improper use by the officers of their position or information obtained. It is not possible to apportion the premium between amounts relating to the insurance against legal costs and those relating to other liabilities. The directors have not included details of the nature of liabilities covered or the amount of the premium paid in respect of the directors' and officers' liability and legal expenses' insurance contracts, as such disclosure is prohibited under the terms of the contract.

DIRECTORS' INDEMNITIES

The Company has entered into deeds of indemnity, access and insurance with each of the Directors. These deeds remain in effect as at the date of this report. Under the Deeds, the Company indemnifies each Director to the maximum extent permitted by law against legal proceedings or claims made against or incurred by the Directors in connection with being a Director of the Company, or breach by the Group of its obligations under the Deed.

No liability has arisen under this indemnity as at the date of this report.

The Company has not otherwise, during or since the financial year, indemnified or agreed to indemnify an officer or auditor of the Company or of any related body corporate, against a liability incurred as such by an officer.

AUDIT INDEPENDENCE AND NON-AUDIT SERVICES

The Auditors have not been involved in any other services for the Company during the year ended 30 June 2015.

	Consolidated	
The following amounts were paid to the auditors	2015	2014
	$	$
Auditor's remuneration		
• auditing the accounts	25,103	21,603
• Auditors of the subsidiary company	-	-
Non-audit services		
• Other services	-	-
	25,103	21,603

The independence letter from the Auditors is set out on the following page.

Signed in accordance with a resolution of the directors.

Dated at Perth this 30th day of September 2015.

MICHAEL G FOTIOS
Director

Stantons International Audit and Consulting Pty Ltd
trading as
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Chartered Accountants and Consultants

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30 September 2015

Board of Directors
General Mining Corporation Limited
89 Burswood Road
Burswood WA 6100

Dear Sirs

RE: GENERAL MINING CORPORATION 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 General Mining Corporation Limited.

As Audit Director for the audit of the financial statements of General Mining Corporation Limited for the year ended 30 June 2015, 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 audit; and

(ii) any applicable code of professional conduct in relation to the audit.

Yours faithfully

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

Samir Tirodkar
Director

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2015

		Consolidated	
	Note	2015 $	2014 $
Revenue from continuing operations			
Revenue from continuing operations	2	50,291	22,530
Expenses			
Research and due diligence costs – Mt Cattlin		(272,968)	-
Secretarial and administration fees		(115,649)	(113,937)
Legal fees		(51,264)	(3,465)
Directors' salary & entitlements		(180,008)	(180,008)
Travel, accommodation and entertainment		-	(2,067)
Consulting		(57,080)	(51,036)
Audit fees		(25,103)	(21,603)
Rent expense		(24,006)	(54,371)
Insurance		(10,456)	(19,674)
Depreciation	7	(11,365)	(14,819)
Loss on disposal of assets		-	(12,878)
Staff costs		(73,822)	(70,296)
(Provision)/Reversal of provision for employee entitlements		24,290	(21)
Provision for exploration costs	8	(265,243)	(99,875)
Write down of exploration costs	8	(18,749)	(91,970)
Other expenses from ordinary activities		(26,371)	(4,198)
(Loss) before income tax		(1,057,503)	(717,688)
Income tax expense	3	-	-
(Loss) for the year		(1,057,503)	(717,688)
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translating foreign operations	14a	(7)	93,076
Items that will not be reclassified to profit or loss		-	-
Total comprehensive (loss)		(1,057,510)	(624,612)
(Loss) attributable to:			
Owners of the Company		(1,057,503)	(717,688)
(Loss) for the year		(1,057,503)	(717,688)
Total comprehensive (loss) attributable to:			
Owners of the Company		(1,057,510)	(624,612)
Total comprehensive (loss) for the year		(1,057,510)	(624,612)
Basic and diluted earnings per share (cents per share)	21	(0.75)	(0.57)

The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2015

	Note	Consolidated 2015 $	2014 $
ASSETS			
Current Assets			
Cash and cash equivalents	4	293,329	77,705
Trade and other receivables	5	140,935	78,599
Other financial assets	6	-	63,000
Total Current Assets		434,264	219,304
Non-Current Assets			
Property, plant & equipment	7	-	11,365
Mineral exploration & evaluation expenditure	8	687,229	833,514
Total Non-Current Assets		687,229	844,879
Total Assets		1,121,493	1,064,183
LIABILITIES			
Current Liabilities			
Trade and other payables	10	930,992	633,545
Provisions – annual leave	11a	-	9,665
Short-term borrowings – related parties	12	244	244
Total Current Liabilities		931,236	643,454
Non-current Liabilities			
Provisions – long service leave	11b	-	14,625
Total Current Liabilities		-	14,625
Total Liabilities		931,236	658,079
Net Assets		190,257	406,104
Equity			
Contributed equity (Issued Capital)	13	12,923,081	11,827,692
Reserves	14a	425,715	679,448
Accumulated (losses)	14b	(13,158,539)	(12,101,036)
Total Equity		190,257	406,104

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2015

Consolidated Entity	Note	Contributed equity $	Accumulated losses $	Option Reserve $	Foreign Exchange Translation Reserve $	Total equity $
Balance at 1 July 2013		10,953,168	(11,383,348)	432,028	332,646	334,494
Total loss for the year	14b	-	(717,688)	-	-	(717,688)
Other comprehensive income / (loss) for the year	14a	-	-	-	93,076	93,076
Total comprehensive income / (loss) for the year		-	(717,688)	-	93,076	(624,612)
Contributions of equity, net of transaction costs	13	696,222	-	-	-	696,222
Options issued during the year		-	-	-	-	-
Transfer from option reserve	14a	178,302	-	(178,302)	-	-
Balance at 30 June 2014		11,827,692	(12,101,036)	253,726	425,722	406,104
Balance at 1 July 2014		11,827,692	(12,101,036)	253,726	425,722	406,104
Total loss for the year	14b	-	(1,057,503)	-	-	(1,057,503)
Other comprehensive income / (loss) for the year	14a	-	-	-	(7)	(7)
Total comprehensive income / (loss) for the year		-	(1,057,503)	-	(7)	(1,057,510)
Contributions of equity, net of transaction costs	13	841,663	-	-	-	841,663
Options issued during the year	14a	-	-	-	-	-
Transfer from option reserve	14a	253,726	-	(253,726)	-	-
Balance at 30 June 2015		12,923,081	(13,158,539)	-	425,715	190,257

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2015

	Note	Consolidated 2015 $	Consolidated 2014 $
Cash Flows from Operating Activities			
Interest received		6,271	5,490
Other income		35,429	17,040
Payments to suppliers and contractors (inclusive of goods and services tax)		(601,377)	(308,174)
Net cash (outflow) inflow from operating activities	17	(559,677)	(285,644)
Cash Flows from Investing Activities			
Property, plant & equipment		-	1,205
Exploration expenditure		(129,362)	(144,271)
Security deposits		63,000	-
Net cash (outflow) inflow from investing activities		(66,362)	(143,066)
Cash Flows from Financing Activities			
Net proceeds from issue of shares		841,663	409,584
Net cash (outflow) inflow from financing activities		841,663	409,584
Net increase (decrease) in cash and cash equivalents		215,624	(19,126)
Cash and cash equivalents at the beginning of the financial year		77,705	96,831
Cash and cash equivalents at the end of the financial year	4	293,329	77,705
Non -Cash investing and financing activities			
Placement fees paid by issue of shares/options		-	-
Brokerage fees paid by issue of shares/options		-	-

During the year ended 30 June 2015 there have been no new non-cash investing and financing activities.

The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of General Mining Corporation Limited ("the Company") for the year ended 30 June 2015 were authorised for issue in accordance with a resolution of the Board of Directors on 30 September 2015.

Statement of Compliance

These financial statements are general purpose financial statements, which have been prepared in accordance with Australian Accounting Standards (AASBs), adopted by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. International Financial Reporting Standards (IFRSs) form the basis of AASBs adopted by the AASB, and for the purpose of this report are called Australian equivalents to IFRS (AIFRS) to distinguish from previous Australian GAAP. The financial statements comply with IFRSs and interpretations adopted by the International Accounting Standards Board.

Separate financial statements for General Mining Corporation Limited as an individual entity are no longer presented as the consequence of a change to the Corporations Act 2001, however, required financial information for General Mining Corporation Limited as an individual entity is included in Note 20.

Basis of preparation

These financial statements have been prepared on the basis of historical costs and except where stated do not take into account changing money values or current valuation of non-current assets. The accounting policies adopted are consistent with those of the previous year. The following specific accounting policies have been consistently applied, unless otherwise stated.

a) Going Concern

The consolidated financial statements have been prepared on a going concern basis. However, the ability of the company and the consolidated entity to actively explore and continue as a going concern, and to meet their debts and commitments as they fall due, is dependent upon further capital raisings.

On 21 September 2015, a total of 63,300,000 shares were issued at 5 cents pursuant to a placement to sophisticated and professional investors and to Directors or their nominees (as approved by shareholders on 9 September 2015). A prospectus for a 1 for 5 rights issue was lodged with ASIC and ASX to raise a further $2.24 million before costs of the issue.

The Directors are confident that the Company will be successful in raising further capital and, accordingly, have prepared the financial statements on a going concern basis. Adequate provision has been made in the financial statements for diminution in the value of investments. Adequate provision has also been made in the parent entity for any diminution in the value of investments in subsidiaries and associates. At this time, the directors are of the opinion that no asset is likely to be realised for an amount less than the amount at which it is recorded in the financial statements at 30 June 2015. Accordingly, no adjustments have been made to the financial statements relating to the recoverability and classification of the asset carrying amounts or the amounts and classification of liabilities that might be necessary should the Company not continue as a going concern.

b) Taxes

Income tax

The income tax expense or revenue for the year is the tax payable on the current year's taxable income based on the national income tax rate, adjusted by changes in deferred tax assets and liablities attributable to temporary differences between tax bases of assets and liabilities and their carrying amounts in the financial statements and to unused tax losses.

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to apply when the assets are recovered or liabilities are settled, based on those rates which are enacted or subsequently enacted for each jurisdiction. The relevant tax rates are applied to the cumulative amounts of deductible and taxable temporary differences to measure the deferred tax asset or liability. An exception is made for certain temporary differences arising from the initial recognition of an asset or a liability. No deferred tax asset or liability is recognised in relation to these temporary differences if they arose in a transaction, other than a business combination that at the time of the tranaction did not affect either accounting profit or taxable profit or loss.

Deferred tax assets are recognised for temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

b) Taxes (Continued)

Deferred tax assets and liabilities are offset when there is legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST except:

- where the GST incurred on a purchase of goods and services is not recoverable from the taxation authority, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable; and
- receivables and payables are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flows on a gross basis and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the taxation authority, are classified as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the taxation authority.

c) Principles of Consolidation

The consolidated financial statements incorporate all of the assets, liabilities and results of the parent and all of the subsidiaries (including any structured entities). Subsidiaries are entities the parent controls. The parent controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. A list of the subsidiaries is provided in Note 9.

The assets, liabilities and results of all subsidiaries are fully consolidated into the financial statements of the Group from the date on which control is obtained by the Group. The consolidation of a subsidiary is discontinued from the date that control ceases. Intercompany transactions, balances and unrealised gains or losses on transactions between Group entities are fully eliminated on consolidation. Accounting policies of subsidiaries have been changed and adjustments made where necessary to ensure uniformity of the accounting policies adopted by the Group.

Equity interests in a subsidiary not attributable, directly or indirectly, to the Group are presented as “non controlling interests". The Group initially recognises non-controlling interests that are present ownership interests in subsidiaries and are entitled to a proportionate share of the subsidiary's net assets on liquidation at either fair value or at the non-controlling interests' proportionate share of the subsidiary's net assets. Subsequent to initial recognition, non-controlling interests are attributed their share of profit or loss and each component of other comprehensive income. Non-controlling interests are shown separately within the equity section of the statement of financial position and statement of comprehensive income.

d) Investments and other financial assets

The Consolidated Enity classifies its investments in the following categories: financial assets at fair value through profit and loss, loans and receivables, held-to-maturity investments and available-for-sale financial assets. The classification depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition and, in the case of assets classified as held-to-maturity, re-evaluates this designation at each reporting date.

Financial assets at fair value through profit and loss

Financial assets at fair value through profit and loss are financial assets held for trading. A financial asset is classified in this category if acquired principally for the purpose of selling in the short term. Assets in this category are classified as current assets.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

d) Investments and other financial assets (continued)

Loans and receivables
Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for those with maturities greater than 12 months after the Statement of Financial Position date which are classified as non-current assets. Loans and receivables are included in trade and other receivables in the Statement of Financial Position.

Held-to-maturity investments
Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the Consolidated Entity's management has the positive intention and ability to hold to maturity. Held-to-maturity investments are included in non-current assets, except for those with maturities less than 12 months from the reporting date, which are classified as current assets.

Available-for-sale financial assets
Available-for-sale financial assets, comprising principally marketable equity securities, are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months of the Statement of Financial Position date.

Recognition and derecognition
Regular purchases and sales of financial assets are recognised on trade date – the date on which the Company commits to purchase or sell the asset. Investments are initially recognised at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs are expensed to the Statement of Comprehensive Income, Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Company has transferred substantially all the risks and rewards of ownership.

When securities are classified as available-for-sale are sold, the accumulated fair value adjustments recognised in equity are included in the Statement of Comprehensive Income as gains and losses from investment securities.

Subsequent measurement
Loans and receivables and held-to-maturity investments are carried at amortised cost using the effective interest method.

Available-for-sale financial assets at fair value through profit or loss are subsequently carried at fair value. Gains or losses arising from changes in the fair value of the "financial assets at fair value through profit or loss" category are presented in the Statement of Comprehensive Income within other income or other expenses in the period in which they arise, Dividend income from financial assets at fair value through profit and loss is recognised in the Statement of Comprehensive Income as part of income from continuing operations when the Company's right to receive payment is established.

Fair value
The fair values of quoted investments are based on last trade prices. If the market for financial assets is not active (and for unlisted securities), the Consolidated Entity establishes fair value by using valuation techniques.

e) Plant and Equipment
Plant and equipment is stated at historical cost less depreciation. Depreciation is calculated on a straight line basis to write off the net cost of each asset during their expected useful life as follows:
Plant and equipment - 5 years
Computer software - 3 years.

f) Impairment of assets
At each reporting date, the consolidated entity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Non-current assets are not revalued to an amount above their recoverable amount.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

g) Foreign currencies

Functional and presentation currency

Items included in the financial statements of each of the Company's entities are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The consolidated financial statements are presented in Australian dollars, which is General Mining Corporation Limited's functional and presentation currency. The functional currencies of the Company's parent and its subsidiaries are as follows:

Parent Company:	Australian Dollars (AUD)
Subsidiary:	Mongolian Tugrik (MNT)

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions.

Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Profit or Loss. Translation differences on non-monetary financial assets such as equities classified as available-for-sale financial assets are included in the fair value reserve in equity.

Group Companies

The financial results and position of foreign operations, whose functional currency is different from the Group's presentation currency, are translated as follows:

Assets and liabilities are translated at exchange rates prevailing at the end of the financial period;
Income and expenditure are translated at average exchange rates for the period; and
Retained earnings are translated at the exchange rate prevailing at the date of the transaction.

Exchange differences arising on the translation of foreign operations with functional currencies other than Australian dollars are recognised in the other comprehensive income/(loss) and included in the foreign currency translation reserve in the statement of financial position. The cumulative amount of these differences is reclassified into profit or loss in the period in which the operation is disposed of.

h) Earnings per share

Basic earnings per share is determined by dividing the profit (loss) after income tax attributable to equity holders of the Consolidated Entity by the weighted average number of ordinary shares outstanding during the year.

i) Trade and other Payables

Trade payables and other accounts payable are recognised when the consolidated entity becomes obliged to make future payments resulting from the purchase of goods and services.

j) Provisions

Provisions are recognised when the consolidated entity has a present obligation, the future sacrifice of economic benefits is probable, and the amount of the provision can be reliably measured. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risks and uncertainties surrounding the obligation.

k) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of returns, trade allowances, rebates and amounts collected on behalf of third parties.
Interest income is recognised on a time proportionate basis that takes into account the effective yield on the financial assets.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

l) Trade and other receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost less provision for doubtful debts. Trade receivables are due for settlement no more than 30 days from the date of recognition. Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. A provision for doubtful debts is established when there is objective evidence that the Consolidated Entity will not be able to collect all amounts due according to the original terms of receivables. The amount of provision is recognised in the Statement of Comprehensive Income.

m) Segment Reporting

The Group determines and presents operating segments based on the information that internally is provided to the Managing Director, who is the Group's chief operating decision maker. An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. All operating segments' operating results are regularly reviewed by the Managing Director to make decisions about resources to be allocated to the segment and assess its performance.

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 statements of the Group.

Intersegment loans payable and receivable are initially recognised at the consideration received net of transaction costs. If intersegment loans receivable and payable are not on commercial terms, these are not adjusted to fair value on market interest rates.

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.

Segment liabilities

Liabilities are allocated to segments where there is a 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. Segment liabilities include trade and other payables.

n) New accounting standards and interpretations

Certain new accounting standards and interpretations have been published that are mandatory for 30 June 2015 reporting periods and are set out below.

Affected Standard	Nature of Change to Accounting Policy	Application *
AASB 1031 'Materiality' (2013)	AASB 1031 is an interim standard that cross references to other Standards.	1 Jan 2014
AASB 2012-3 'Amendments to Australian Accounting Standards – Offsetting Financial Assets'	Address inconsistencies when applying the offsetting criteria in AASB 132 Financial Instruments: Presentation. Clarifies the meaning of 'currently has a legally enforceable right of set off' and ' simultaneous realisation and settlement'	1 Jan 2014
AASB 2013-3 'Amendments to AASB 136 – Recoverable Amount Disclosures for Non-Financial Assets'	Amendments to AASB 136 addressing the disclosure of information about the recoverable amount of impaired assets if that amount is based on fair value less costs of disposal	1 Jan 2014
AASB 2014-1 'Amendments to Australian Accounting Standards – Annual improvements cycle 2011-2013	Various amendments.	1 Jan 2014

* Applicable to reporting periods commencing on or after the given date

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

o) New accounting standards for application in future periods

The AASB has issued new and amended accounting standards and interpretations that have mandatory application dates for future reporting periods. The Group has decided against early adoption of these standards. A discussion of those future requirements and their impact on the Group follows:

AASB 9: Financial Instruments (effective from 1 Jan 2018)

The Standard will be applicable retrospectively (subject to the comment on hedge accounting below) and includes revised requirements for the classification and measurement of financial instruments, revised recognition and derecognition requirements for financial instruments and simplified requirements for hedge accounting.

Key changes made to this standard that may affect the Group on initial application include certain simplifications to the classification of financial assets, simplifications to the accounting of embedded derivatives, and the irrevocable election to recognise gains and losses on investments in equity instruments that are not held for trading in other comprehensive income.

Although the directors anticipate that the adoption of AASB 9 may have an impact on the Group's financial instruments it is impractical at this stage to provide a reasonable estimate of such impact.

AASB 15: Revenue from Contracts with Customers (applicable to annual reporting periods commencing on or after 1 January 2017).

When effective, this Standard will replace the current accounting requirements applicable to revenue with a single, principles-based model. Except for a limited number of exceptions, including leases, the new revenue model in AASB 15 will apply to all contracts with customers as well as non-monetary exchanges between entities in the same line of business to facilitate sales to customers and potential customers.

The core principle of the Standard is that an entity will recognise revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for the goods or services. To achieve this objective, AASB 15 provides the following five-step process:

- identify the contract(s) with a customer;
- identify the performance obligations in the contract(s);
- determine the transaction price;
- allocate the transaction price to the performance obligations in the contract(s); and
- recognise revenue when (or as) the performance obligations are satisfied.

This Standard will require retrospective restatement, as well as enhanced disclosures regarding revenue. Although the directors anticipate that the adoption of AASB 15 may have an impact on the Group's financial statements, it is impracticable at this stage to provide a reasonable estimate of such impact.

Other new accounting standards for application in future periods:

Standard/Interpretation	Effective for annual reporting periods beginning on or after	Expected to be initially applied in the financial year ending
AASB 14 'Regulatory Deferral Accounts'	1 January 2016	30 June 2017
AASB 2014-3 'Amendments to Australian Accounting Standards – Accounting for Acquisitions in interests in Joint Ventures'	1 January 2016	30 June 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

o) New accounting standards for application in future periods (continued)

AASB 2014-4 'Amendments to Australian Accounting Standards – Clarification of Acceptable Methods of Depreciation and Amortisation'	1 January 2016	30 June 2017
AASB 2014-9 'Amendments to Australian Accounting Standards – Equity method in Separate Financial Statements'	1 January 2016	30 June 2017
AASB 2014-10 'Amendments to Australian Accounting Standards – Sale or Contribution of assets between an investor and its associate or joint venture'	1 January 2016	30 June 2017
AASB 2015-1 'Amendments to Australian Accounting Standards – Annual improvements to Australian Accounting Standards 2012-2014 cycle'	1 January 2016	30 June 2017
AASB 2015-2 'Amendments to Australian Accounting Standards – Disclosure Initiative: Amendments to AASB 101'	1 January 2016	30 June 2017

These Australian Accounting Standards are not expected to have any significant impact on the financial statements.

The Group does not anticipate the early adoption of any of the above Australian Accounting Standards.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

p) Critical accounting estimates & judgements

In preparing these financial statements, the Group has been required to make certain estimates and assumptions concerning future occurrences. There is an inherent risk that the resulting accounting estimates will not equate exactly with actual events and results.

i) Significant accounting judgements

In the process of applying the Group's accounting policies, management has made the following judgements, apart from those involving estimations, which have the most significant effect on the amounts recognised in the financial statements:

Capitalisation of exploration and evaluation expenditure

The Group has capitalised significant exploration and evaluation expenditure on the basis either that this is expected to be recouped through future successful development (or alternatively sale) of the Areas of Interest concerned or on the basis that it is not yet possible to assess whether it will be recouped.

ii) Significant accounting estimates and assumptions

The carrying amounts of certain assets and liabilities are often determined based on estimates and assumptions of future events. The key estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of certain assets and liabilities within the next annual reporting period are:

Impairment of capitalised exploration and evaluation expenditure

The future recoverability of capitalised exploration and evaluation expenditure is dependent on an number of factors, including whether the Company decides to exploit the related lease itself, or, if not, whether it successfully recovers the related exploration and evaluation asset through sale.

Factors that could impact the future recoverability include the level of reserves and resources, future technological changes, costs of drilling and production, production rates, future legal changes (including changes to environmental restoration obligations) and changes to commodity prices.

As at 30 June 2015, the carrying value of exploration expenditure is $687,229.

Impairment of available for sale investments

The available for sale investments have been subjected to impairment criteria in accordance with accounting standards and current market conditions, particularly those investments that are not listed on recognised stock exchanges. The majority of the impaired investments are expected to mature within the next twelve months and, where applicable, the impairment losses will be written back.

q) Exploration, Evaluation and Development Expenditure

Expenditure incurred during exploration and the early stages of evaluation of new areas of interest and costs of acquisition is capitalised to areas of interest and carried forward where right of tenure of the area of interest is current and they are expected to be recouped through sale or successful development and exploitation of the area of interest or, where exploration and evaluation activities in the area of interest have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves. When an area of interest is abandoned or the directors decide that it is not commercial, any accumulated costs in respect of that area are written off in the financial period the decision is made. Each area of interest is also reviewed at the end of each accounting period and accumulated costs written off to the extent that they will not be recoverable in the future. Where projects have advanced to the stage that directors have made a decision to mine, they are classified as development properties. When further development expenditure is incurred in respect of a development property, such expenditure is carried forward as part of the cost of that development property only when substantial future economic benefits are established. Otherwise such expenditure is classified as part of the cost of production or written off where production has not commenced.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

r) Interests in Joint Ventures

Joint arrangements represent the contractual sharing of control between parties in a business venture where unanimous decisions about relevant activities are required.

Separate joint venture entities providing joint venturers with an interest to net assets are classified as a "joint venture" and accounted for using the equity method.

Joint venture operations represent arrangements whereby joint operators maintain direct interests in each asset and exposure to each liability of the arrangement. The Group's interests in the assets, liabilities, revenue and expenses of joint operations are included in the respective line items of the consolidated financial statements.

Gains and losses resulting from sales to a joint operation are recognised to the extent of the other parties' interests. When the Group makes purchases from a joint operation, it does not recognise its share of the gains and losses from the joint arrangement until it resells those goods/assets to a third party.

		Consolidated	
		2015	2014
		$	$
2.	REVENUE FROM CONTINUING OPERATIONS		
	Included in revenue from continuing operations are the following:		
	Interest received	6,271	5,490
	Other revenue	44,020	17,040
		50,291	22,530
3.	TAXATION		
	The prima facie tax on profit / (loss) before income tax is reconciled to the income tax expense as follows:		
	Operating profit (loss) for year before income tax	(1,057,503)	(717,688)
	Prima facie income tax expense / (benefit) calculated at 30% (2014: 30%) on the profit (loss) before tax	(317,251)	(215,306)
	Add/(less) tax effect of:		
	Non-deductible expenses	-	-
	Provision for employee entitlements	(7,287)	6
	Accruals	(22,500)	-
	Section 40-880 deduction	(16,687)	(14,046)
	Capitalised exploration expenditure	43,885	(126,991)
	Unused tax losses not recognised as deferred tax assets	319,840	356,337
	Income tax expense	-	-
	Unrecognised temporary differences		
	Deferred tax asset (at 30 %)		
	Revenue tax losses	3,210,358	2,890,518
	Provisions	-	7,287
	Capital raising costs	47,033	60,197
		3,257,391	2,958,002
	Deferred tax liabilities (at 30 %)		
	Capitalised exploration expenditure	206,169	250,054

		Consolidated 2015 $	2014 $
4.	CASH AND CASH EQUIVALENTS		
	Cash at bank and on hand	293,329	77,705
5.	TRADE AND OTHER RECEIVABLES		
	Current		
	Trade debtors and receivables	-	-
	Other receivables	140,935	78,599
		140,935	78,599

As at 30 June 2015, current trade and other receivables do not contain impaired assets and are not past due. It is expected that these amounts will be received during the coming year.

		2015 $	2014 $
6.	OTHER FINANCIAL ASSETS		
	Security Deposit	-	63,000
		-	63,000
7.	PROPERTY, PLANT & EQUIPMENT		
	Land:		
	At cost	-	-
	Plant & Equipment :		
	At cost	62,224	62,224
	Less: accumulated depreciation	(62,224)	(50,859)
	Net book value	-	11,365
	Reconciliation / movement for year		
	Plant & equipment		
	Carrying amount at beginning of year	11,365	40,340
	Additions	-	-
	Disposals	-	(14,156)
	Foreign exchange movements	-	-
	Depreciation charge	(11,365)	(14,819)
	Carrying amount at end of year	-	11,365
	Total property, plant & equipment	-	11,365
8.	MINERAL EXPLORATION & EVALUATION EXPENDITURE		
	Exploration & evaluation expenditure – at cost	687,229	833,514
	Movements during the year		
	Balance 1 July	833,514	410,210
	Expenditure during year comprising		
	Acquisitions	-	-
	Exploration expenditure	137,707	615,149
	Less exploration expenses written off	(18,749)	(91,970)
	Less provided to profit or loss	(265,243)	(99,875)
	Balance 30 June	687,229	833,514

The ultimate recoupment of costs carried forward for exploration and evaluation phases is dependent on the discovery of commercially viable resources. In assessing each project for impairment, the Board of Directors have taken to consideration the data on hand, the planned programs and expenditures and the potential recoverability of expenditures by commercial development or divestment.

9. CONTROLLED ENTITIES

Name of entity	Percentage owned		Class of share	Cost of parent's investments		Contribution to consolidated profit/(loss) from operating activities after income tax expense		Loans to controlled entities	
	2015 %	2014 %		2015 $	2014 $	2015 $	2014 $	2015 $	2014 $
Parent entity									
General Mining Corporation Limited				-	-	(1,057,739)	(598,433)	-	4,247,572
Provision on intercompany loan				-	-	(4,247,572)	(88,371)	-	(4,247,572)
Forex on intercompany loan				-	-	-	134,629	-	-
Controlled entity				-	-	-	-	-	-
Golden Cross LLC	100	100	Ordinary	11,000	11,000	4,247,808	(165,513)	-	-
				11,000	11,000	(1,057,503)	(717,688)	-	-

	Country of Incorporation
Parent entity:	
General Mining Corporation Limited	Australia
Subsidiary entity:	
Golden Cross Company Limited	Mongolia

The carrying values of the controlled entities recorded in the books of the parent entity are at the lower of cost or net asset backing of the subsidiaries at balance date. Adequate provision has been made in the parent entity for any diminution in the value of investments in subsidiaries and associates.

	Consolidated 2015 $	Consolidated 2014 $
10. TRADE AND OTHER PAYABLES		
Current		
Trade creditors and accruals	930,992	633,545
	930,992	633,545
11. PROVISIONS		
(a) Annual leave provision		
Balance 1 July	9,665	13,165
Provisions movement during the year	(9,665)	(3,500)
Balance 30 June	-	9,665
(b) Long service leave provision		
Balance 1 July	14,625	11,104
Provisions movement during the year	(14,625)	3,521
Balance 30 June	-	14,625
12. SHORT-TERM BORROWINGS – (Related Parties)		
Debtor loans – unsecured		
Christopher Wanless	244	244
	244	244

13. CONTRIBUTED EQUITY

	Consolidated 2015 No. of shares	Consolidated 2015 $	Consolidated 2014 No. of shares	Consolidated 2014 $
Issued and paid up share capital				
Ordinary shares – fully paid	152,313,993	12,923,081	134,310,160	11,827,692
Movements in ordinary share capital				
Opening Balance at 1 July	134,310,160	11,827,692	107,441,529	10,953,168
Transfer from option reserve	-	253,726	-	178,302
Exercise of options	3,833	383	6,835	563
Vendor shares	-	-	-	-
Placements	18,000,000	900,000	-	-
Rights Issue	-	-	26,861,796	805,854
	152,313,993	12,981,801	134,310,160	11,937,887
Less: share issue costs	-	(58,720)	-	(110,195)
Closing Balance at 30 June	152,313,993	12,923,081	134,310,160	11,827,692

Terms and conditions of contributed equity

Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at shareholder's meetings.

In the event of winding up of the parent entity, ordinary shareholders rank after all creditors and are fully entitled to any proceeds of liquidation.

Issued Shares

During the financial year, the parent entity issued 18,003,833 shares (2014: 26,868,631).

	Consolidated 2015 No. of options	Consolidated 2015 $	Consolidated 2014 No. of options	Consolidated 2014 $
OPTIONS	9,134,915	-	35,703,211	253,726
Options – Unlisted				
At 1 July	35,703,211	253,726	48,173,567	432,028
Placements	-	-	-	-
Employee options issued during year	-	-	-	-
Rights issue	-	-	-	-
Other options issued during year	-	-	-	-
Exercised during year	(3,833)	-	(6,835)	-
Expired during year	(26,564,463)	(253,726)	(12,463,521)	(178,302)
At 30 June	9,134,915	-	35,703,211	253,726

13. CONTRIBUTED EQUITY (continued)

Share Options

At the end of the year, there were 9,134,915 options over unissued shares currently on issue with the following terms:

(i) each option entitles the holder to subscribe for and be allotted one fully paid ordinary share in the Company;
(ii) the options are exercisable at 12.5 cents unless otherwise stated;
(iii) the options will expire as follows:

- 5,801,582 options exercisable at 12.5 cents each expire on 03/09/2015
- 3,333,333 options exercisable at 12.5 cents each expire on 13/07/2015

Each option entitles the holder to be issued with one ordinary share in the capital of the parent entity subject to payment of the relevant issue price and satisfaction of applicable conditions (if any).

No person entitled to exercise the option had or has any right by virtue of the option to participate in any share issue of any other body corporate.

SHARE BASED PAYMENTS

An employee share option plan was adopted on 26 October 2010. No options were issued under this plan during the year (2014:nil).

No options were issued for payment of brokerage fees during the year.

Director option expense:
No options were issued to directors under the employee share option plan.

	Consolidated 2015 $	Consolidated 2014 $
14. RESERVES AND ACCUMULATED LOSSES		
(a) RESERVES		
Foreign currency translation / reserves	425,715	425,722
Option reserve	-	253,726
	425,715	679,448
Movement in reserves for year		
Foreign currency translation / reserves / options		
At 1 July	679,448	764,674
Currency translation differences gain (loss) arising during the year	(7)	93,076
Options reserve – options expired	(253,726)	(178,302)
Options reserve – options issued	-	-
At 30 June	425,715	679,448

	Consolidated 2015 $	Consolidated 2014 $
14. RESERVES AND ACCUMULATED LOSSES (Continued)		
(b) ACCUMULATED PROFITS (LOSSES)		
Movement for year		
At 1 July	(12,101,036)	(11,383,348)
Net Profit (Loss) for the year after tax	(1,057,503)	(717,688)
At 30 June	(13,158,539)	(12,101,036)

Foreign Currency Translation Reserve

The foreign currency translation reserve records exchange difference arising on translation of a foreign controlled subsidiary.

Option Reserve

The option reserve relates to the recording of options which have been issued by the Group. Further information on options is included in Note 13.

15. KEY MANAGEMENT PERSONNEL DISCLOSURE

(a) Directors

The directors of the economic entity during the year were:

Mr M Wright
Mr C Readhead
Mr R Wanless
Mr M Fotios

(b) Other key management personnel

The following persons also had authority and responsibility for planning, directing and controlling the activities of the Group, directly or indirectly, during the financial year:
K Brown – Company Secretary (Joint Company Secretary until 18 March 2015)
L Colless – Joint Company Secretary (deceased 18 March 2015)

(c) Transactions with key management personnel

Fees were paid for administration, company secretarial and financial services provided by Mineral Administration Services Pty Ltd, a company in which Miss Brown is director and shareholder.

(d) Outstanding balances

The following balances are outstanding at the reporting date in relation to transactions with related parties:

Fees and disbursements accrued

(a)	K Brown	$84,148*
(b)	C Readhead	$40,008**
(c)	M Fotios	$63,333***
(d)	M Wright	$60,000****
(e)	R Wanless	$40,000*****

The above balances are net of GST

* Amount due ($84,148 in total, including disbursements) to Mineral Administration Services Pty Ltd (MAS), a company in which Ms Brown is both director and shareholder.
** Director's fees of $40,008 owed (payable to Magisterium Pty Ltd, a company in which Mr Readhead is a director and shareholder).
*** Director's fees of $63,333 owed, and professional fees, rent and disbursements of $126,475 owing to Delta Resource Management Pty Ltd (Delta) and $73,191 to Whitestone Minerals Pty Ltd, companies in which Mr Fotios is a director and shareholder. Underwriting fees of $48,351 are also owed to Delta.
**** Director's fees of $60,000 owed
***** Director's fees of $40,000 owed

15. KEY MANAGEMENT PERSONNEL DISCLOSURE – (continued)

e) Equity instrument disclosures relating to key management personnel

The interests of Directors and their Director related entities in shares and share options at the end of the financial period are disclosed as part of the Remuneration Report

f) Key management personnel compensation

The Company has taken advantage of the relief provided by Corporation Regulation 2M.6.04 and has transferred the detailed remuneration disclosures to the Directors' Report. The relevant information can be found in sections A – C of the remuneration report within the Directors' Report.

g) Related party transactions

Other than these transactions and the transactions disclosed below, there are no other transactions between related parties that require disclosure.

16. RELATED PARTY TRANSACTIONS

Transactions with directors and director related entities

			Consolidated	
			2015 $	2014 $
Type of transaction	Related party - directors	Terms and conditions		
Director's remuneration	M Wright	Normal commercial	60,000	60,000
Director's remuneration	C Readhead	Normal commercial	40,008	40,008
Director's remuneration	R Wanless	Normal commercial	40,000	40,000
Director's remuneration	M Fotios	Normal commercial	40,000	40,000
Legal Fees and disbursements	C Readhead	Normal commercial	51,264	55,888
Geological Consulting, Rent and disbursements - - Amounts invoiced	M Fotios	Normal commercial	62,242	212,412

17. RECONCILIATION OF LOSS AFTER INCOME TAX TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	Consolidated	
	2015 $	2014 $
Operating profit (loss) for the year	(1,057,503)	(717,688)
Add (less) non-cash items:		
Provision for exploration costs	265,243	99,875
Write down of exploration costs	18,749	91,970
Depreciation / Amortisation	11,365	14,819
Loss on disposal of asset	-	12,878
Foreign exchange gains (losses)	(7)	93,148
Changes in current assets and liabilities		
Receivables / Other	(50,575)	(77,808)
Creditors	277,341	197,141
Provisions	(24,290)	21
Net cash inflow (outflow) from operating activities	(559,677)	(285,644)
Non-cash investing and financing activities		
Acquisition of exploration assets by issue of shares	-	384,989
Acquisition of exploration assets by issue of share options	-	-

18. EVENTS SUBSEQUENT TO BALANCE DATE

On 13th July 2015, 3,333,333 12.5c options expired.

On 3rd September 2015, 5,801,582 12.5c options expired.

On 7 September 2015, the Group announced that it has executed the final definitive documentation with Galaxy Resources Limited to restart and operate the Mt Cattlin mine. Production is scheduled to recommence at the end of the first quarter of 2016 and the Group is committed to paying costs of $25 million over 3 years of production as follows:

- First tranche – 14% equity interest ($7million) by 31 Dec 2015 – GMM has committed in capital expenditure ($7m) and the Production Commencement Date by 31 Mar 2016.
- Second tranche – 12% (latest – 5th Business date after 1st anniversary of Production Commencement Date) – payment of $6million in 4 equal instalment of $1.5million in arrears.
- Third tranche – 12% (latest – 5th Business date after 2nd anniversary of Production Commencement Date) – payment of $6million in 4 equal instalment of $1.5million in arrears.
- Fourth tranche – (a final project interest of 12%, latest – 5th Business date after 3rd anniversary of Production Commencement Date) – payment of $6million in 4 equal instalment of $1.5million in arrears.

These payments are non-refundable.

On 11 September 2015, the Group announced a placement of 60,000,000 shares at 5c per share to sophisticated and professional investors. A total of 63,300,000 shares were issued at 5c each on 21 September 2015 pursuant to that placement and placement issues to Directors or their nominees as approved by shareholders on 9 September 2015. 3,000,000 options exercisable at 8c each and expiring in 24 months where issued in part consideration of brokers' fees.

On 21 September 2015, 500,000 shares were issued at a deemed issue price of 5c per share on conversion of a loan from a director-related entity (and as approved by shareholders on 9 September 2015).

On 21 September 2015, 7,500,000 shares were issued free to a director and to key management personnel. In addition, 11,250,000 options exercisable at 8c each, expiring in 24 months and 11,250,000 options exercisable at 12c each, expiring in 36 months were issued. These incentive securities were issued in accordance with shareholder approvals obtained on 9 September 2015.

On 25 September 2015 a prospectus for a 1-for-5 non-renounceable rights issue at 5c per share was lodged with ASIC and ASX. If fully subscribed, the issue will raise approximately $2.24 million before costs of the issue.

No other matters or circumstances, not otherwise dealt with in the financial statements, have arisen since the end of the financial year and to the date of this report which significantly affected or may significantly affect the operations of the economic entity, the results of the economic entity, or the state of affairs of the economic entity in the financial years subsequent to the financial year ended 30 June 2015.

19. SEGMENT INFORMATION

The Group has identified its operating segments based on 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's primary segment is one business, being the exploration and evaluation of mineral resources.

During the year ended 30 June 2015, the consolidated entity operated in the following Geographical Segments: Australia (2014: Australia). As the Group operates in one Segment, no further Segment Information is presented.

20. PARENT ENTITY DISCLOSURES

FINANCIAL POSITION	Parent Entity 2015 $	Parent Entity 2014 $
Assets		
Current assets	434,003	219,274
Non-current assets	687,229	844,878
Total assets	1,121,232	1,064,152
Liabilities		
Current liabilities	931,236	658,079
Non-current liabilities	-	-
Total liabilities	931,236	658,079
Equity and Reserves		
Issued capital	12,923,081	11,827,692
Accumulated profits / (losses)	(12,733,085)	(11,675,345)
Option reserve	-	253,726
Total equity	189,996	406,073

FINANCIAL PERFORMANCE	Parent Entity 2015 $	Parent Entity 2014 $
Profit / (loss) for the year	(1,057,739)	(598,433)
Other comprehensive income	-	-
Total comprehensive income/(loss)	(1,057,739)	(598,433)
GUARANTEES ENTERED INTO BY THE PARENT ENTITY	-	-
CONTINGENT LIABILITIES OF THE PARENT ENTITY	Note 23	Note 23
COMMITMENTS BY THE PARENT ENTITY	Note 26	Note 26

21. EARNINGS PER SHARE

	Consolidated 2015 $	Consolidated 2014 $
(a) Basic earnings per share		
Profit (loss) attributable to the ordinary equity holders of the Company	(0.0075)	(0.0057)
(b) Earnings used in calculating earnings per share		
Profit/(Loss) attributable to the ordinary equity holders of the Company	(1,057,503)	(717,688)
(c) Weighted average number of shares used as the denominator		
Weighted average number of ordinary shares on issue used in calculation of basic earnings per share	140,526,957	124,830,522

(d) Diluted earnings per share

Diluted earnings per share is not materially different from basic earnings per share and has therefore not been disclosed.

22. AUDITORS' REMUNERATION

During the year the following fees were paid or payable for services provided by the auditors:

	Consolidated	
Audit Services	2015	2014
	$	$
- Audit and review of financial statements and other audit work under the Corporations Act 2001	25,103	21,603
Total fees for audit services	25,103	21,603
Non – Audit Services		
- Others	-	-
Total fees for non-audit services	-	-
Total remuneration of auditors	25,103	21,603

The Group has received notification from the Group's auditor that he satisfies the independence criterion and that there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct in relation to the audit.

23. CONTINGENT LIABILITIES AND ASSETS

The Company has signed an agreement with Galaxy, which will result in the Company being committed to $7 million in capital expenditure prior to production (no later than 31 December 2015) and $18 million being paid over 3 years of production.

There are no other contingent liabilities or assets at 30 June 2015.

24. FINANCIAL RISK MANAGEMENT

Overview:

The group has exposure to the following risks from their use of financial instruments:

(a) credit risk
(b) liquidity risk
(c) market risk

This note presents information about the Group's exposure to each of the above risks, their objectives, policies and processes for measuring and managing risk, and the management of capital.

The board of directors has overall responsibility for the establishment and oversight of the risk management framework. Management monitors and manages the financial risks relating to the operations of the group through regular reviews of the risks.

(a) Credit risk:

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's receivables from customers and investment securities.

(i) Investments:

The Group limits its exposure to credit risk by only investing with counterparties that have an acceptable credit rating.

(ii) Trade and other receivables:

The Company and Group have established an allowance for impairment that represents their estimate of incurred losses in respect of receivables and investments. The main components of this allowance are a specific loss component that relates to individually significant exposures. The management does not expect any counterparty to fail to meet its obligations.

24. FINANCIAL RISK MANAGEMENT (continued)

Presently, the Group undertakes exploration and evaluation activities in Australia. At the Statement of Financial Position date there were no significant concentrations of credit risk.
Exposure to credit risk:
The carrying amount of the Group's financial assets represents the maximum credit exposure.
The Group's maximum exposure to credit risk at the reporting date was:

	Consolidated Carrying amount	
	2015	2014
	$	$
Cash and cash equivalents	293,329	77,705
Trade and other receivables	140,935	78,599
Other financial assets	-	63,000
Total exposure	434,264	219,304

No impairment loss in respect of inter-group loans was recognised during the current year, however these loans have been provided for.

(b) Liquidity risk:

Liquidity risk is the risk that the group will not be able to meet its financial obligations as they fall due. The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the group's reputation.

The Group manages liquidity risk by maintaining adequate reserves through continuously monitoring forecast and actual cash flows.

The Consolidated Entity's exposure to interest rate risks and the effective interest rates of financial assets and financial liabilities, both recognised and unrecognised at the balance date, are as follows:

Financial Instruments	Floating interest rate		Non-interest bearing		Total carrying amount as per the statement of financial position		Weighted average effective interest rate	
	2015	2014	2015	2014	2015	2014	2015	2014
	$	$	$	$	$	$	%	%
Consolidated								
(i) Financial assets								
Cash	279,817	75,346	13,512	2,359	293,329	77,705	1.50%	2.35%
Trade and other receivables	-	-	140,935	78,599	140,935	78,599	-	-
Other financial assets	-	63,000	-	-	-	63,000	-	3.4%
Total financial assets	279,817	138,346	153,447	80,958	434,264	219,304		
(ii) Financial liabilities								
Trade and other creditors	-	-	930,992	633,545	930,992	633,545	-	-
Other creditors	-	-	244	244	244	244	-	-
Total financial liabilities	-	-	931,236	633,789	931,236	633,789		

24. FINANCIAL RISK MANAGEMENT (continued)

(c) Market Risk:
Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

(i) Currency risk:
The Group is exposed to currency risk only on investments in subsidiaries in a currency other than the respective functional currencies of group entities, primarily the Australian dollar (AUD).

The Group has not entered into any derivative financial instruments to hedge such investments and anticipated future receipts or payments that are denominated in a foreign currency.

The Group's investments in its subsidiaries are not hedged as those currency positions are considered to be long term in nature.

The Group no longer holds significant assets or liabilities outside of Australia and therefore is not subject to foreign currency risk.

(ii) Interest rate risk:
At balance date the Group had minimal exposure to interest rate risk, through its cash and other financial assets held within a financial institution.

	Consolidated Carrying Amount	
	30 June 2015	30 June 2014
Fixed rate instruments	$	$
Financial assets	-	-
Variable rate instruments		
Financial assets	279,817	138,346

Fair value sensitivity analysis for fixed rate instruments:
There was no exposure to fixed rate instruments at balance date or at the previous reporting period.

Fair value sensitivity analysis for variable rate instruments:
A change of 100 basis points in interest rates at the reporting date would have increased (decreased) equity and profit or loss by the amounts shown below. The analysis assumes that all other variables remain constant. The analysis is performed on the same basis for 2014.

Consolidated	Profit or loss		Equity	
30 June 2015	100 bp increase	100 bp decrease	100 bp increase	100 bp decrease
Cash and other financial assets	2,798	(2,798)	2,798	(2,798)
30 June 2014				
Cash and other financial assets	1,383	(1,383)	1,383	(1,383)

Net Fair value
For unlisted investments where there is no organised financial market, the net fair value has been based on a reasonable estimation of the underlying assets of the investment. For other assets and other liabilities the net fair value approximates their carrying value as disclosed in the Statement of Financial Position. There was no exposure to interest risk rate in regards to investments at balance date or at the previous reporting period.

25. SHARE BASED PAYMENTS

Set out below is a summary of the number of options outstanding at the end of the financial year:

CONSOLIDATED AND PARENT ENTITY 2015

Grant Date	Expiry Date	Exercise Price	Balance at start of the year (number)	Granted during the financial period (number)	Exercised during the financial period	Expired during the financial period	Balance at the end of the financial period (number)	Vested and exercisable at end of financial period (number)
Director options								
29 Jun 2012	28 Jun 2015	$0.125	3,333,333	-	-	(3,333,333)	-	-
13 Jul 2012	31 Mar 2015	$0.089	3,000,000	-	-	(3,000,000)	-	-
Vendor options								
14 Sept 2012	31 Mar 2015	$0.125	10,000,000	-	-	(10,000,000)	-	-
Other options								
15 Dec 2009	31 Aug 2014	$0.20	100,000	-	-	(100,000)	-	-
15 Dec 2009	21 Dec 2014	$0.20	550,000	-	-	(550,000)	-	-
28 Jan 2011	31 Aug 2014	$0.20	250,000	-	-	(250,000)	-	-
28 Jan 2011	31 Aug 2014	$0.20	200,000	-	-	(200,000)	-	-
13 Jul 2012	13 July 2014	$0.10	3,333,334	-	-	(3,333,334)	-	-
13 Jul 2012	13 July 2015	$0.125	3,333,333	-	-	-	3,333,333	3,333,333
03 Sep 2012	03 Sep 2014	$0.10	5,801,629	-	(3,833)	(5,797,796)	-	-
03 Sep 2012	03 Sep 2015	$0.125	5,801,582	-	-	-	5,801,582	5,801,582
Total options			35,703,211	-	(3,833)	(26,564,463)	9,134,915	9,134,915
Weighted average exercise price	$0.125							

During the year ended 30 June 2015, the Company did not grant any options (as share based payments) to the directors.

25. SHARE BASED PAYMENTS (continued)

CONSOLIDATED AND PARENT ENTITY 2014

Grant Date	Expiry Date	Exercise Price	Balance at start of the year (number)	Granted during the financial period (number)	Exercised during the financial period	Expired during the financial period	Balance at the end of the financial period (number)	Vested and exercisable at end of financial period (number)
Director options								
29 Jun 2012	28 Jun 2014	$0.10	3,333,333	-	-	(3,333,333)	-	-
29 Jun 2012	28 Jun 2015	$0.125	3,333,333	-	-	-	3,333,333	3,333,333
13 Jul 2012	31 Mar 2015	$0.089	3,000,000	-	-	-	3,000,000	3,000,000
Vendor options								
14 Sept 2012	31 Mar 2015	$0.125	10,000,000	-	-	-	10,000,000	10,000,000
Other options								
15 Dec 2009	31 Aug 2014	$0.20	100,000	-	-	-	100,000	100,000
15 Dec 2009	21 Dec 2014	$0.20	550,000	-	-	-	550,000	550,000
28 Jan 2011	31 Aug 2014	$0.20	250,000	-	-	-	250,000	250,000
28 Jan 2011	31 Aug 2014	$0.20	200,000	-	-	-	200,000	200,000
13 Jul 2012	13 July 2013	$0.075	3,333,333	-	-	(3,333,333)	-	-
13 Jul 2012	13 July 2014	$0.10	3,333,334	-	-	-	3,333,334	3,333,334
13 Jul 2012	13 July 2015	$0.125	3,333,333	-	-	-	3,333,333	3,333,333
03 Sep 2012	03 Sep 2013	$0.075	5,802,357	-	(5,502)	(5,796,855)	-	-
03 Sep 2012	03 Sep 2014	$0.10	5,802,296	-	(667)	-	5,801,629	5,801,629
03 Sep 2012	03 Sep 2015	$0.125	5,802,248	-	(666)	-	5,801,582	5,801,582
Total options			48,173,567	-	(6,835)	(12,463,521)	35,703,211	35,703,211
Weighted average exercise price		$0.12						

An Employee Share Option Plan was adopted on 26 October 2009.

During the prior year, the Company did not grant any options (as share based payments) to the directors.

25. SHARE BASED PAYMENTS (continued)

Expenses arising from share - based payment transactions

There have been no expenses from share-based payments in the current (or prior) year.

26. COMMITMENTS

Per the agreement with Galaxy Resources Limited ("Galaxy") executed on 7 September 2015, the Group has agreed to pay $25 million as consideration for a 50% share in the Mt Cattlin Project. This amount is made up as follows:

	Consolidated Entity	
	2015	2014
	$	$
Within one year	7,000,000	-
Later than one year but less than five years	18,000,000	-
Later than five years	-	-

There are no further commitments at 30 June 2015 (2014: nil).

27. COMPANY DETAILS

The registered office and principal place of business of the parent entity is:
Ground Floor 89 Burswood Road
Burswood WA 6100
Australia

DIRECTORS' DECLARATION

In the opinion of the Directors of General Mining Corporation Limited:

(a) The financial statements and notes set out on the preceding pages are in accordance with the Corporations Act 2001 including:

i. giving a true and fair view of the financial position of the Consolidated entity as at 30 June 2015 and of its performance for the financial year ended on that date; and

ii complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements;

(b) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable; and

(c) The financial report also complies with International Financial Reporting Standards, as disclosed in note 1.

(d) The audited remuneration disclosures set out in the Directors' Report comply with Accounting Standard AASB 124 Related Party Disclosures and the Corporations Regulations 2001.

This declaration is made in accordance with a resolution of the Directors.

Signed at Perth this 30th day of September 2015

MICHAEL G FOTIOS
Director

Stantons International Audit and Consulting Pty Ltd
trading as
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INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
GENERAL MINING CORPORATION LIMITED

Report on the Financial Report

We have audited the accompanying financial report of General Mining Corporation Limited ("the Group"), which comprises the consolidated statement of financial position as at 30 June 2015, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the year's end or from time to time during the financial year.

Directors' responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error. In note 1, the directors also state, in accordance with Australian Accounting Standard AASB 101 Presentation of Financial Statements, that the financial report, comprising the financial statements and notes, complies with International Financial Reporting Standards.

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

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

Auditor's opinion

In our opinion:

(a) the financial report of General Mining Corporation Limited is in accordance with the *Corporations Act 2001*, including:

  (i) giving a true and fair view of the consolidated entity's financial position as at 30 June 2015 and of its performance for the year ended on that date; and
  (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001.

(b) the consolidated financial report also complies with International Financial Reporting Standards as disclosed in note 1.

Material Uncertainty Regarding Going Concern and Capitalised Exploration Costs

Without qualification to the audit opinion expressed above, attention is drawn to the following matters.

As referred to in note 1(a) to the financial report, the financial report has been prepared on a going concern basis. At 30 June 2015 the Group had net assets of $190,257, cash and cash equivalents of $293,329 and net working capital deficiency of $496,972. The Group had incurred a loss for the year ended 30 June 2015 of $1,057,503. The ability of the Group to continue as a going concern and meet its planned exploration, administration, and other commitments is dependent upon the Group raising further working capital, and/or commencing profitable operations.

As described in Note 8, the recoupment of costs carried forward in relation to the area of interest in the exploration and evaluation phase is dependent on the successful development and commercial exploitation or the sale of the respective areas.

In the event that the Group cannot raise further equity or is not successful in commercially developing the area of interest or sale the assets at current book values or in excess thereof, the Group may not be able to meet its liabilities as and when they fall due and the realisable value of the Group's non-current assets may be significantly less than current book values.

Report on the Remuneration Report

We have audited the remuneration report included in pages 6 to 12 of the directors' report for the year ended 30 June 2015. The directors of the Company are responsible for the preparation and presentation of the remuneration report in accordance with section 300A of the *Corporations Act 2001.* Our responsibility is to express an opinion on the remuneration report, based on our audit conducted in accordance with Australian Auditing Standards

Auditor's opinion
In our opinion the remuneration report of General Mining Corporation Limited for the year ended 30 June 2015 complies with section 300A of the *Corporations Act 2001.*

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

Stantons International

Samir Tirodkar
Director

West Perth, Western Australia
30 September 2015

SHAREHOLDER INFORMATION

Share Holding at 14 October 2015 – Ordinary fully paid shares (GMM)

Distribution of Shareholders

Share holding	Number of holders of ordinary fully paid shares
1 - 1,000	28
1,001 - 5,000	33
5,001 - 10,000	89
10,001 - 100,000	380
100,001 - over	273
	803

Unmarketable Parcels

There are 30 shareholders who hold less than a marketable parcel.

Voting Rights

Voting rights are one vote per ordinary fully paid share

Names of the substantial holders:

Shareholder	Number of shares
Investmet Limited	20,950,675

Top twenty shareholders

Shareholder	Number of shares	% issued capital
Investmet Limited	12,673,269	5.66
Whitestone Minerals Pty Ltd	8,277,406	3.70
Botsis Holdings Pty Ltd	5,856,638	2.62
UBS Nominees Pty Ltd	5,602,613	2.50
Galaxy Resources Limited	5,000,000	2.23
Apollo Corporation (WA) Pty Ltd	5,000,000	2.23
J P Morgan Nominees Australia Limited	4,818,208	2.15
Delta Resource Management Pty Ltd	4,800,000	2.15
Wyllie Group Pty Ltd	3,983,514	1.78
Puresteel Holdings Pty Ltd <Rattigan Super Fund A/C>	3,890,442	1.74
Black Raven Mining Pty Ltd	3,000,000	1.34
Mr John Colin Loosemore & Mrs Susan Marjory Loosemore <Loosemore Super Fund A/C>	2,610,000	1.17
Mr Daniel Hume Kennedy & Mrs Dawn Emma Kennedy	2,550,000	1.14
Ms Betty Jeanette Moore & Mr Philip Colin Hammond <BJM Superannuation Fund A/C>	2,450,000	1.10
Mr Michael John Jardine-Hargrave <The Devonshire A/C>	2,327,587	1.04
Vector Nominees Pty Ltd <The Vector Super Fund a/c>	2,274,625	1.02
Mr Robert James Wanless	2,050,000	0.92
Redima Pty Ltd	2,000,000	0.89
Mr John Campbell Smyth & Dr Ann Hogarth <Smyth Super Fund A/C>	2,000,000	0.89
Gunz Pty Ltd <Gunz Super Fund A/C>	1,918,562	0.86
	83,082,864	37.12

Option Holdings at 14 October 2015

Unlisted options: GMMAA – exercisable at various prices with various expiry dates

Class of options	Number of options	Number of holders	Holders of 20% or more	Number of options
Exercisable at 8c each expiring 21/09/2017	14,050,000	6	Apollo Corporation (WA) Pty Ltd <Apollo Investment A/C>	7,500,000
			Mr Michael John Jardine-Hargrave <The Devonshire A/C>	3,750,000
Exercisable at 12c each expiring 21/09/2018	11,250,000	2	Apollo Corporation (WA) Pty Ltd <Apollo Investment A/C>	7,500,000
			Mr Michael John Jardine-Hargrave <The Devonshire A/C>	3,750,000

Restricted Securities

As at the date of this report there are no securities subject to restriction under the Listing Rules of ASX Limited and no securities subject to voluntary escrow.

On-market Buy-back

As at the date of this report, there is no current on-market buy-back.

Corporate Governance

The Company's annual Corporate Governance Statement has been published and released to Australian Securities Exchange separately. It is available on the Company's website at http://www.generalmining.com/includes/company/governance.html.

TENEMENT SCHEDULE

As at 14 October 2015, General Mining Corporation Limited holds interests in the following mineral tenements:

Location	Project	Licence Number	GMM interest
Western Australia	Mercury Hill, Pilbara	M 45/538	100%
	Chesterfield, Murchison	M 51/270	100%
		M 51/353	100%
		M 51/451	100%
		E 51/1602-1604	100%
	Mt Success, Murchison	M 58/72	Option to acquire 100%
		M 58/356	Option to acquire 100%
		P 58/1492-1493	Option to acquire 100%
		P58/1564	Option to acquire 100%
	Mt Cattlin, Ravensthorpe	E 74/295	Conditional right to operate/option to purchase 50%
		E 74/299	Conditional right to operate/option to purchase 50%
		E 74/415	Conditional right to operate/option to purchase 50%
		E 74/400	Conditional right to operate/option to purchase 50%
		P 74/307-308	Conditional right to operate/option to purchase 50%
		L 74/46	Conditional right to operate/option to purchase 50%
		L 74/48	Conditional right to operate/option to purchase 50%
		M 74/244	Conditional right to operate/option to purchase 50%
		E 74/401	Conditional right to operate/option to purchase 50%
		P 74/309-310	Conditional right to operate/option to purchase 50%
		L 74/47	Conditional right to operate/option to purchase 50%
		M 74/133	Conditional right to operate/option to purchase 50%
		M 74/238	Conditional right to operate/option to purchase 50%

MINERAL RESOURCES AND ORE RESERVES

On 4 August 2015, the Company announced an updated Resource and Reserve for the Mt Cattlin Project in Ravensthorpe, Western Australia. GMM has the right to acquire a 50% interest in the Mt Cattlin Project from Galaxy Resources Limited (Galaxy).

Mineral Resource Estimate July 2012, 0.4% cutoff, depleted for July 2012 EOM surface

Category	Tonnes	Li_2O %	Ta_2O_5 ppm	Nb_2O_5 ppm	Li_2O metal t	Ta_2O_5 Lbs
Measured	2,540,000	1.20	152	92	31,000	853,000
Indicated	9,534,000	1.06	170	85	101,000	3,566,000
Inferred	4,343,000	1.07	132	91	47,000	1,267,000
TOTAL	**16,416,000**	**1.08**	**157**	**88**	**178,000**	**5,686,000**
Total M+Indicated	12,073,336	1.09	166	86	131,000	4,419,000

Figures may not sum due to rounding and significant figures do not imply an added level of precision.

Ore Reserve September 2010, 0.4% cutoff, depleted for July 2012 EOM surface

Reserves	Tonnes	Li_2O %	Ta_2O_5 ppm
Proved	2,430,000	1.11	141
Probable	7,544,000	1.02	152
TOTAL	**9,974,000**	**1.04**	**149**

Figures may not sum due to rounding and significant figures do not imply an added level of precision.

As the Company did not have an interest in the Mt Cattlin project at June 2014, a comparison of mineral resources and ore reserves has not been included.

Competent persons statements

The information in this report that relates to Mineral Resources and Exploration Results for the Mt Cattlin Project is based on information compiled by Mr Robert Spiers who at the time the Updated Mineral Resource Estimates were undertaken was a full time employee of H&S Consultants Pty Ltd. Mr Spiers has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity they are undertaking to qualify as a Competent Person as defined in the 2012 edition of the 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Spiers consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.

The information in this report that relates to Ore Reserves at the Mt Cattlin Project is based on information compiled by Mr Roselt Croeser who is a full time employee of Croeser Pty Ltd. Mr Croeser has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity they are undertaking to qualify as a Competent Person as defined in the 2012 edition of the 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Croeser consents to the inclusion in the report of the matters based on their information in the form and context in which it appears. This information was prepared and first disclosed under the JORC Code 2012.