SALT LAKE POTASH LIMITED

Interim Financial Report for the Half Year Ended 31 December 2015

ABN 98 117 085 748

CORPORATE DIRECTORY

DIRECTORS
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Mr Jason Baverstock
Mr Matthew Syme
Mr Mark Hohnen
Mr Mark Pearce

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DIRECTORS' REPORT

The Board of Directors of Salt Lake Potash Limited present their report on Salt Lake Potash Limited ("**Company**" or "**Salt Lake Potash**") and the entities it controlled during the half year ended 31 December 2015 ("**Consolidated Entity**" or "**Group**").

DIRECTORS

The names and details of the Company's directors in office at any time during the half year or since the end of the half year are:

Directors

Mr Ian Middlemas	Chairman
Mr Jason Baverstock	Executive Director
Mr Matthew Syme	Non-Executive Director
Mr Mark Hohnen	Non-Executive Director
Mr Mark Pearce	Non-Executive Director

Unless otherwise stated, Directors held their office from 1 July 2015 until the date of this report.

OPERATING AND FINANCIAL REVIEW

Operations

The Company's primary focus during the period continued to be the advancement of the Lake Wells' Project, located in the Northern Goldfields of Western Australia approximately 200km north of Laverton. The Project comprises 1,126 km^2 of Exploration Licences, substantially covering the Lake Wells Playa and the area immediately contiguous to the Lake. The Project has potential to host a large, high grade salt lake brine project to produce highly sought after Sulphate of Potash (**SOP**) for domestic and international fertiliser markets.

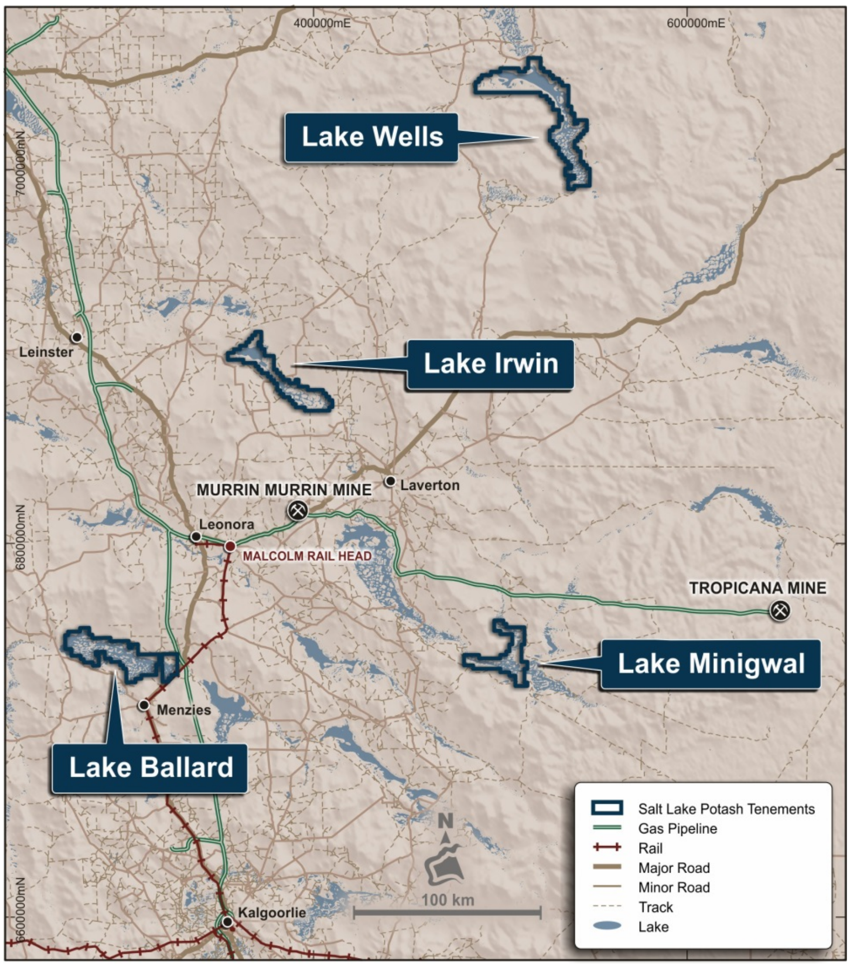

Figure 1: Map of Western Australian project locations

OPERATING AND FINANCIAL REVIEW (Continued)

Highlights

Highlights during the half year and since the end of the half year include:

- **Initial Shallow Core Drilling Program:** a program of 32 shallow hollow auger core holes was completed over the entire surface of the Lake, forming the basis of the maiden resource estimate.

- **Maiden JORC Resource Estimate for Lake Wells:** the Company completed its maiden JORC Mineral Resource estimate for the Lake Wells Project, totalling 29 million tonnes (Mt) of Sulphate of Potash (SOP) with approximately 80% in the 'Measured' category with excellent brine chemistry of 4,009 mg/L Potassium (K), 19,175 mg/L (SO_4). The resource is calculated only on the upper 16 metres of the Lake, with mineralisation remaining open at depth across most of the Lake.

- **Completion of Deeper Air Core Drill Program:** 27 air core drill holes for a total of 1,697m were drilled over the entire surface of the Lake. An average drill depth of 63m (ranging from 15m-126m) was achieved, confirming continuation of the brine pool at depth. The majority of holes ended in high grade brine, and the brine pool remains open at depth. The successful air core program identified permeable rock units (aquifers) at the base of the brine saturated sedimentary sequence, potentially representing a productive aquifer for brine extraction by pumping from bores, a very encouraging result.

- **Deeper Resource Estimate:** The expanded Mineral Resource Estimate (**MRE**) at Lake Wells totals 80-85 million tonnes of SOP, representing an additional 51-56 Mt of Inferred Resource calculated in the strata below the previously reported shallow Resource of 29 Mt.

- The increased SOP Resource estimate at Lake Wells provides further confirmation of the outstanding potential of the Project. The following activities are currently underway or commencing shortly:

  - Laboratory and field evaporation trials on bulk brine samples to define the evaporation patterns, estimate the salting points of mixed salts and predict the conditions for production of schoenite salt (a key step in the production of SOP).

  - Further drilling to improve the geological and hydrological model at Lake Wells, including pump testing of 3 aquifer units and measuring the hydraulic properties (flow rates and transmissivity) of the aquifers hosting the brine.

  - A Scoping Study on the Lake Wells Project incorporating the upgraded Resource.

Lake Wells Project

The Lake Wells Project is located in the Northern Goldfields of Western Australia approximately 200 km north of Laverton. The area is well sourced by existing infrastructure, including the Great Central Road, the Goldfields Highway, the Goldfields gas pipeline and the railway sidings at Malcolm and Leonora.

The Lake Wells Project comprises 1,126 km^2 of Exploration Licences covering the Lake Wells Playa, and substantial area immediately contiguous to Lake Wells.

The total Resource Estimate of 80-85 Mt is hosted within approximately 24.7 billion cubic metres of rock with an average thickness of 52 metres, beneath 477 km^2 of Playa Lake surface. Excellent brine chemistry featuring very high consistency both laterally and at depth, with an average concentration equivalent to 8.74 kg SOP per cubic metre of brine.

OPERATING AND FINANCIAL REVIEW (Continued)

The Mineral Resource estimate is based on an average thickness of 52 metres and a total brine pool of 9.7 billion cubic metres. The brine pool remains open at depth and laterally in a number of areas.

Table 1: Lake Wells Project – Mineral Resource Estimate (JORC 2012)

Classification	Bulk Volume (Million m^3)	Porosity	Brine Volume (Million m^3)	Average SOP (K_2SO_4) Concentration (kg/m^3)	K_2SO_4 Tonnage (Mt)
Measured	5,427	0.464	2,518	8.94	**23**
Indicated	775	0.464	359	8.49	**3**
Inferred*	18,521	0.368	6,814	8.68	**59**
Total	**24,723**	**0.392**	**9,691**	**8.74**	**85**

Note: Using an assumed Porosity of 0.30 for the Fractured Siltstone Aquifer

OTHER PROJECTS

The Company also holds exploration licences and/or applications covering all or parts of Lake Irwin and Lake Minigwal and Lake Ballard in Western Australia (see Figure 1), Lake Lewis in the Northern Territory and Lake Macfarlane and Island Lagoon in South Australia.

The Company is compiling and assessing available data on these properties to allow an initial assessment of their prospectively for large scale Sulphate of Potash production from brines.

The Company has completed its initial review of the Golden Eagle Uranium and Vanadium Project (GEU) which is located in the USA. Based on the available information, current economic conditions and the price of uranium it is not viable for the Company to undertake any further exploration activities at this time. The Company is assessing its options to extract the best value for shareholders for its interest in the GEU Project. The project's restated carrying value at 30 June 2015 of $295,674 has been fully impaired as at 31 December 2015.

CORPORATE

The Company changed its name from Wildhorse Energy Limited to Salt Lake Potash Limited and its ASX/AIM code to "SO4".

Results of Operations

Net operating loss after tax from continuing operations for the half year ended 31 December 2015 was $2,243,717 (31 December 2014 (restated): $395,770).

(i) Exploration and evaluation expenses were $1,440,733 (restated 31 December 2014: $67,823), which is attributable to the Group's accounting policy of expensing exploration and evaluation expenditure incurred by the Group subsequent to the acquisition of the rights to explore and up to the final investment decision to commence construction for each separate area of interest; and

(ii) Business development expenses increased to $76,648 (31 December 2014: nil) which is attributable to additional business development and investor relations activities required to support the growth and development of the Lake Wells Project.

Financial Position

At 31 December 2015, the Company had cash reserves of $1,248,199 (30 June 2015: $3,172,363) and net assets of $3,352,733 (30 June 2015 (restated): $5,542,742). The Company is in a strong financial position to conduct its current and planned exploration and development activities.

DIRECTORS' REPORT
(Continued)

SIGNIFICANT POST BALANCE DATE EVENTS

Other than as disclosed below, at the date of this report there were no significant events occurring after balance date requiring disclosure.

(i) On 22 February 2016, the Company announced an updated Mineral Resource at Lake Wells totalling 85 million tonnes of SOP.

AUDITOR'S INDEPENDENCE DECLARATION

Section 307C of the Corporations Act 2001 requires our auditors, Ernst & Young, to provide the directors of Salt Lake Potash Limited with an Independence Declaration in relation to the review of the half year financial report. This Independence Declaration is attached to and forms part of this Directors' Report.

Signed in accordance with a resolution of the Directors.

11 March 2016

DIRECTORS' DECLARATION

In the opinion of the Directors of Salt Lake Potash Limited:

1. the interim consolidated financial statements comprising the statement of profit or loss and other comprehensive income, statement of financial position, statement of cash flows, statement of changes in equity and notes set out on pages 10 to 15 are in accordance with the Corporations Act 2001 including:

    1. giving a true and fair view of the financial position of the consolidated entity as at 31 December 2015 and of its performance and cash flows for the six months ended on that date; and

    2. complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and Corporations Regulations 2001; and

2. subject to the matters disclosed in note 1(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.

Signed in accordance with a resolution of Directors:

11 March 2016

Competent Persons Statement

The information in this Report that relates to Mineral Resources for Lake Wells, is extracted from the reports entitled 'Lake Wells Resource Increased By 193 Percent to 85Mt of SOP' dated 22 February 2016 and 'Significant Maiden SOP Resource of 29Mt at Lake Wells' dated 11 November 2015 and is available to view on the Company's website www.saltlakepotash.com.au. The information in the original ASX Announcement that related to Exploration Results for Lake Wells based on information compiled by Mr Ben Jeuken, who is a member Australian Institute of Mining and Metallurgy. Mr Jeuken is employed by Groundwater Science Pty Ltd, an independent consulting company. Mr Jeuken has sufficient experience, which is relevant to the style of mineralisation and type of deposit under consideration and to the activity, which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Jeuken consents to the inclusion in the report of the matters based on his information in the form and context in which it appears. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

The information in this Report that relates to Exploration Results for Lake Wells, is extracted from the reports entitled 'Aircore Drilling Confirms Deeper Potential At Lake Wells' dated 23 November 2015, 'Successful Shallow Core Drilling Completed at Lake Wells' dated 22 September 2015 and 'Wildhorse Acquires Two Large Scale High Grade Sulphate Of Potash Brine Projects' dated 9 April 2015 and is available to view on the Company's website www.saltlakepotash.com.au. The information in the original ASX Announcement that related to Exploration Results for Lake Wells based on information compiled by Mr Ben Jeuken, who is a member Australian Institute of Mining and Metallurgy. Mr Jeuken is employed by Groundwater Science Pty Ltd, an independent consulting company. Mr Jeuken has sufficient experience, which is relevant to the style of mineralisation and type of deposit under consideration and to the activity, which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Jeuken consents to the inclusion in the report of the matters based on his information in the form and context in which it appears. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED 31 DECEMBER 2015

	Notes	31 December 2015 $	*Restated** 31 December 2014 $
Continuing operations			
Finance income		**25,367**	122
Exploration and evaluation expenses		**(1,440,733)**	(67,823)
Corporate and administrative expenses		**(456,029)**	(328,069)
Business development expenses		**(76,648)**	-
Impairment of exploration and evaluation	3	**(295,674)**	-
Loss before tax		**(2,243,717)**	(395,770)
Income tax expense		**-**	-
Loss from continuing operations		**(2,243,717)**	(395,770)
Discontinued operations			
Net loss from discontinued operations (net of income tax)		**-**	(458,893)
Loss for the period		**(2,243,717)**	(854,663)
Loss attributable to:			
Members of Salt Lake Potash Limited		**(2,243,717)**	(778,697)
Non – controlling interests		**-**	(75,966)
		(2,243,717)	(854,663)
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences arising during the period – continuing operations		**18,584**	110,012
Exchange differences arising during the period – discontinued operations		**-**	(133,553)
Other comprehensive (loss)/ income for the period, net of tax		**18,584**	(23,541)
Total comprehensive (loss)/ income for the period		**(2,225,133)**	(878,204)
Total comprehensive loss attributable to:			
Members of Salt Lake Potash Limited		**(2,225,133)**	(802,238)
Non – controlling interests		**-**	(75,966)
		(2,225,133)	(878,204)
Basic and diluted loss per share attributable to the ordinary equity holders of the company (cents per share)		**(2.12)**	(5.93)
Basic and diluted loss per share – continuing operations (cents per share)		**(2.12)**	(2.75)

Notes:
* Refer to note 1(d) for details of the restatement due to the change in Exploration and Evaluation accounting policy.

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 31 DECEMBER 2015

	Notes	31 December 2015 $	*Restated** 30 June 2015 $
ASSETS			
Current Assets			
Cash and cash equivalents		**1,248,199**	3,172,363
Trade and other receivables		**98,245**	55,372
Total Current Assets		**1,346,444**	3,227,735
Non-Current Assets			
Exploration and evaluation expenditure	**3(b)**	**2,276,736**	2,555,915
Property, plant and equipment		**15,276**	10,288
Total Non-Current Assets		**2,292,012**	2,566,203
TOTAL ASSETS		**3,638,456**	5,793,938
LIABILITIES			
Current Liabilities			
Trade and other payables		**281,673**	251,196
Provisions		**4,050**	-
Total Current Liabilities		**285,723**	251,196
TOTAL LIABILITIES		**285,723**	251,196
NET ASSETS		**3,352,733**	5,542,742
EQUITY			
Contributed equity	**5(a)**	**98,475,276**	98,440,152
Reserves	**7**	**535,579**	516,995
Accumulated losses		**(95,658,122)**	(93,414,405)
TOTAL EQUITY		**3,352,733**	5,542,742

Notes:

* Refer to note 1(d) for details of the restatement due to the change in Exploration and Evaluation accounting policy.

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2015

CONSOLIDATED	Contributed Equity $	Share-Based Payment Reserve $	Foreign Currency Translation Reserve $	Accumulated Losses $	Non-Controlling interests $	Total Equity $
Balance at 1 July 2015 originally stated	**98,440,152**	**77,400**	**439,595**	**(92,942,359)**	**-**	**6,014,788**
Change in accounting policy opening balance adjustment *	**-**	**-**	**-**	**(472,046)**	**-**	**(472,046)**
At 1 July 2015 restated	**98,440,152**	**77,400**	**439,595**	**(93,414,405)**	**-**	**5,542,742**
Net loss for the period				**(2,243,717)**		**(2,243,717)**
Exchange differences on translation of foreign operations	**-**	**-**	**18,584**	**-**	**-**	**18,584**
Total comprehensive loss for the period	**-**	**-**	**18,584**	**(2,243,717)**	**-**	**(2,225,133)**
Transactions with owners, recorded directly in equity						
Shares issued in lieu of fees	**35,124**	**-**	**-**	**-**	**-**	**35,124**
Balance at 31 December 2015	**98,475,276**	**77,400**	**458,179**	**(95,658,122)**	**-**	**3,352,733**
Balance at 1 July 2014 originally stated	92,500,223	1,284,248	421,682	(93,069,633)	(75,966)	1,060,554
Change in accounting policy opening balance adjustment *	-	-	-	(280,161)	-	(280,161)
At 1 July 2014 restated	92,500,223	1,284,248	421,682	(93,349,794)	(75,966)	780,393
Net loss for the period	-	-	-	(854,663)	-	(854,663)
Exchange differences on translation of foreign operations	-	-	(23,541)	-	-	(23,541)
Total comprehensive loss for the period	-	-	(23,541)	(854,663)	-	(878,204)
Transactions with owners, recorded directly in equity						
Expiry of incentive options	-	(934,931)	-	934,931	-	-
Disposal of non-controlling interest	-	-	-	-	75,966	75,966
Shares issued in lieu of fees	18,000	-	-	-	-	18,000
Shares issued to creditors	68,000	-	-	-	-	68,000
Balance at 31 December 2014	92,586,223	349,317	398,141	(92,989,365)	-	344,316

Notes:

* Refer to note 1(d) for details of the restatement due to the change in Exploration and Evaluation accounting policy.

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

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 31 DECEMBER 2015

	31 December 2015 $	*Restated** 31 December 2014 $
Cash flows from operating activities		
Payments to suppliers and employees	**(1,944,019)**	(468,785)
Interest received	**29,324**	120
Net cash outflow from operating activities	**(1,914,695)**	(468,665)
Cash flows from investing activities		
Payments for property, plant and equipment	**(9,658)**	-
Proceeds from the sale of property, plant and equipment	**-**	52,627
Net cash inflow/ (outflow) from investing activities	**(9,658)**	52,627
Cash flows from financing activities		
Proceeds from short term loan	**-**	50,000
Net cash inflow from financing activities	**-**	50,000
Net decrease in cash and cash equivalents held	**(1,924,353)**	(366,038)
Net foreign exchange differences	**189**	1,473
Cash and cash equivalents at the beginning of the half year	**3,172,363**	404,143
Cash and cash equivalents at the end of the half year	**1,248,199**	39,578

Notes:

* Refer to note 1(d) for details of the restatement due to the change in Exploration and Evaluation accounting policy.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Statement of Compliance

The interim consolidated financial statements of the Group for the half year ended 31 December 2015 were authorised for issue in accordance with the resolution of the directors on 11 March 2016.

The interim consolidated financial statements for the half year reporting period ended 31 December 2015 have been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

This half year financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report of Salt Lake Potash Limited for the year ended 30 June 2015 and any public announcements made by Salt Lake Potash Limited and its controlled entities during the half year reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

(b) Basis of Preparation of Half Year Financial Report

The financial statements have been prepared on an accruals basis and are based on historical cost. All amounts are presented in Australian dollars.

The financial statements for the half-year have been prepared on the basis of going concern, which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

For the half year ended 31 December 2015, the Group incurred a net loss of $2,243,717 (31 December 2014: $854,663) and had net cash outflows from operating and investing activities of $1,924,353 (31 December 2014: $416,038). As at 31 December 2015, the Group had cash and cash equivalents of $1,248,199 (30 June 2015: $3,172,313) and net current assets of $1,060,721 (30 June 2015: $2,976,534).

Subject to results of ongoing exploration programs at the Company's SOP projects, the Consolidated Entity plans to raise additional capital within the next 12 months to fund its planned operations. The Directors are satisfied that they will be able to raise additional capital when required to enable the Consolidated Entity to meet their obligations as and when they fall due, and accordingly, consider that it is appropriate to prepare the financial statements on a going concern basis.

Should the Company and Consolidated Entity be unable to achieve the matters referred to above, there is material uncertainty whether the Consolidated Entity could continue as a going concern and therefore, whether it would be able to realise its assets and extinguish its liabilities in the normal course of business.

These interim consolidated financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts, or to the amounts and classification of liabilities that might be necessary should the Consolidated Entity be unable to continue as a going concern.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(c) New Accounting Standards

In the current period, the Group has adopted all of the new and revised standards, interpretations and amendments that are relevant to its operations and effective for annual reporting periods beginning on or after 1 July 2015. New and revised standards and amendments thereof and interpretations effective for the current half-year that are relevant to the Group include:

- AASB 1 *First-time Adoption of Australian Accounting Standards* (meaning of 'effective IFRSs');
- AASB 2 *Share-based Payment* (definitions of vesting conditions);
- AASB 3 *Business Combinations* (accounting for contingent consideration in a business combination);
- AASB 3 *Business Combinations* (scope exceptions for joint ventures);
- AASB 8 *Operating Segments* (aggregation of operating segments);
- AASB 8 *Operating Segments* (reconciliation of the total of the reportable segments' assets to the entity's assets);
- AASB 13 *Fair Value Measurement* (scope of paragraph 52 – portfolio exception);
- AASB 13 *Fair Value Measurement* (short term receivables and payables);
- AASB 116 *Property, Plant and Equipment* and AASB 138 *Intangible Assets* (revaluation method – proportionate restatement of accumulated depreciation/amortisation); and
- AASB 124 *Related Party Disclosures* (key management personnel).

The adoption of new and revised standards and amendments has not affected the amounts reported for the current or prior half year periods. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

(d) Change in Accounting Policy

The policy for accounting for exploration and evaluation expenditure has changed from the policy applied in previous reporting periods.

In previous reporting periods, all costs incurred in connection with the exploration and evaluation of areas with current rights of tenure were capitalised and recognised as an exploration and evaluation asset. Costs carried forward in respect of an area of interest that was abandoned were written off in the year in which the decision to abandon was made.

The policy has now changed, and the new policy has been applied retrospectively (with comparative information restated accordingly). Under the new policy:

- exploration and evaluation expenditure incurred in the acquisition of the rights to explore (including payments to landowners required under the Group's mineral leases) is capitalised and recognised as an exploration and evaluation asset; and

- exploration and evaluation expenditure incurred subsequent to the acquisition of the rights to explore will now be expensed as incurred, up to and until the final investment decision to commence construction.

The Directors are of the opinion that the change in accounting policy provides users with more relevant and no less reliable information as the policy is more transparent and less subjective. The policy is common of exploration focussed companies where exploration and evaluation expenditure is viewed as an ongoing expense of discovery, until a technical feasibility study has been completed. The impact of this change in accounting policy is reflected below.

For comparative purposes the accounts within the Consolidated Statement of Financial Position have changed by:

	1 July 2014 $	31 December 2014 $	30 June 2015 $
Decrease in exploration and evaluation assets	(280,161)	(347,949)	(472,046)
Net decrease in equity	**(280,161)**	**(347,949)**	**(472,046)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(d) Change in Accounting Policy (Continued)

For comparative purposes the loss after tax has changed by:

	Half-year ended 31 December 2014 $
Recognised exploration expenditure	(67,823)
Increase in loss	(67,823)

Basic and diluted loss per share have also been restated. The amount of the impact on basic and diluted loss per share for the restated result for the half-year ended 31 December 2014 due to the change in accounting policy is an increase in loss per share of $1.00.

The impact of the change in accounting policy has not been quantified for the current period as these accounting records have not been maintained.

2. SEGMENT INFORMATION

AASB 8 requires operating segments to be identified on the basis of internal reports about components of the Consolidated Entity that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance.

The Consolidated Entity operates in one segment, being mineral exploration. This is the basis on which internal reports are provided to the Directors for assessing performance and determining the allocation of resources within the Consolidated Entity.

3. EXPLORATION AND EVALUATION

	Note	31 December 2015 $	*Restated** 30 June 2015 $
(a) Areas of Interest			
SOP Project		**2,276,736**	2,276,736
Golden Eagle Uranium Project		**-**	279,179
Carrying amount at end of year, net of impairment[1]		**2,276,736**	2,555,915
(b) Reconciliation			
Carrying amount at start of year		**2,555,915**	226,655
Acquisition of SOP Project		**-**	2,276,736
Impairment losses [2]		**(295,674)**	-
Exchange differences on translation of foreign operations		**16,495**	52,524
Carrying amount at end of year net of impairment [1]		**2,276,736**	2,555,915

Notes:

1. The ultimate recoupment of costs carried forward for exploration and evaluation is dependent on the successful development and commercial exploitation or sale of the respective areas of interest.

2. Impairment of the carrying value of Golden Eagle Uranium. The Company has completed its initial review of the project. Based on the available information, current economic conditions and the price of uranium it is not viable for the Company to undertake any further exploration activities at this time and accordingly, the project has been impaired to nil.

3. EXPLORATION AND EVALUATION (Continued)

SOP Project

The Company's Sulphate of Potash (**SOP Project**), the project has secured eleven granted and nine pending exploration licences covering a substantial area of multiple salt lake basins in Western Australia, South Australia and the Northern Territory. The carrying value is made up of the acquisition costs and capitalised expenditure relating to the Company's Australian SOP Potash Project.

Golden Eagle Uranium Project

The Golden Eagle Uranium and Vanadium Project holds nine U.S. Department of Energy (DOE) Uranium/Vanadium Mining Leases, covering 22.7 km^2 located in the Uravan Mineral Belt, Colorado USA

4. DISCONTINUED OPERATIONS

In October 2014, as part of the re-structure process, the Company commenced winding up proceedings or assessing options to divest entities associated with the exploration and evaluation assets for the Hungary Coal, Hungary Uranium and Central Europe segments. The Hungary Uranium segment was not previously classified as discontinued. The impairment expense recognised in the period ending 31 December 2013 resulted in a nil value of exploration and evaluation assets for these entities and further restructuring and impairment costs for the half year.

	31 December 2015 $	31 December 2014 $
(a) Loss attributable to the discontinued operation		
Income	-	-
Expenses	-	(134,323)
Loss on disposal of assets	-	(32,872)
Non-recoverable deposits and other receivables	-	(215,732)
Loss of non-controlling interest	-	(75,966)
Impairment of exploration expense	-	-
Results of discontinued operations before tax	-	(458,893)
Income tax (expense)/benefit	-	-
Result from discontinued operations, net of tax	-	(458,893)
Basic and diluted loss per share – discontinued operations (cents per share)	-	(3.18)
(b) Cash flows from discontinued operations		
Net cash from (used) in operating activities	-	(328,430)
Net cash from (used) in investing activities	-	52,627
Net cash from (used) in discontinued operations	-	(275,803)

5. CONTRIBUTED EQUITY

	31 December 2015 $	30 June 2015 $
(a) Share Capital		
106,052,596 (30 June 2015:105,802,596) Ordinary Shares	**98,475,276**	98,440,152
	98,475,276	98,440,152

(b) Movement in Share Capital during the past six months

		Number of Ordinary Shares	Issue Price $	$
01-Jul-15	**Opening Balance**	105,802,596	-	98,440,152
09-Jul-15	Share issue[1]	250,000	0.1405	35,124
31-Dec-15	**Closing balance**	**106,052,596**	**-**	**98,475,276**

Notes:
1. Issued to GMP Securities Europe LLP as part of their annual fees to act as the Company's Broker.

6. EARNINGS PER SHARE

On 8 December 2014, the Company completed a 1 for 30 Consolidation. The weighted average number of ordinary shares used in calculating basic and diluted earnings per share has been retrospectively adjusted in both the current and prior periods to reflect the impact of the Consolidation.

	31 December 2015 $	*Restated* 31 December 2014 $
The following reflects the income and share data used in the calculations of basic and diluted earnings per share:		
Loss from continuing operations attributable to the owners of the Company used in calculating basic and diluted earnings per share – continuing operations	**(2,243,717)**	(395,770)
Net loss attributable to the owners of the Company from discontinued operations (net of income tax)	**-**	(458,893)
Net loss attributable to the owners of the Company used in calculating basic and diluted earnings per share	**(2,243,717)**	(854,663)

	Number of Shares 2015	Number of Shares 2014
Weighted average number of ordinary shares used in calculating basic and diluted earnings per share	**106,042,577**	14,408,622

7. RESERVES

	Notes	31 December 2015 $	30 June 2015 $
Share-based payment reserve	7(a)	77,400	77,400
Foreign currency translation reserve		458,179	439,595
		535,579	516,995

(a) Movement in share-based payment reserve during the past six months

No movement in the share-based payment reserve during the past six months.

8. COMMITMENTS AND CONTINGENCIES

There have been no changes to the commitments or contingencies disclosed in the most recent annual financial report of the Company.

9. DIVIDENDS PAID OR PROVIDED FOR

No dividend has been paid or provided for during the half year (31 December 2014: nil).

10. FINANCIAL INSTRUMENTS

(a) Fair Value Measurement

At 31 December 2015 the Group had no material financial assets and liabilities that are measured on a recurring basis and at 31 December 2015, the carrying amount of financial assets and financial liabilities for the Group is considered to approximate their fair values.

11. SUBSEQUENT EVENTS AFTER BALANCE DATE

Other than as disclosed below, at the date of this report there were no significant events occurring after balance date requiring disclosure.

(i) On 22 February 2016, the Company announced an updated Mineral Resource at Lake Wells totalling 85 million tonnes of SOP.

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Auditor's independence declaration to the Directors of Salt Lake Potash Limited

As lead auditor for the review of Salt Lake Potash Limited for the half-year 31 December 2015, I declare to the best of my knowledge and belief, there have been:

a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review

b) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Salt Lake Potash Limited and the entities it controlled during the financial year.

Ernst & Young

G H Meyerowitz
Partner
11 March 2016

GHM:JT:SLP:007

Building a better working world

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To the members of Salt Lake Potash Limited

Report on the half-year financial report

We have reviewed the accompanying half-year financial report of Salt Lake Potash Limited, which comprises the interim consolidated statement of financial position as at 31 December 2015, the interim condensed consolidated statement of comprehensive income, interim consolidated statement of changes in equity and interim consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

Directors' responsibility for the half-year financial report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal controls as the directors determine are necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements *ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity* ("ASRE 2410"), in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2015 and its performance for the half-year ended on that date; and complying with Accounting Standard *AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Salt Lake Potash Limited and the entities it controlled during the half-year, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We have given to the directors of the company a written Auditor's Independence Declaration, a copy of which is included in the directors' report.

GHM:JT:SLP:006

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Salt Lake Potash Limited is not in accordance with the *Corporations Act 2001*, including:

a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2015 and of its performance for the half-year ended on that date

b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Emphasis of matter

Without qualifying our conclusion, we draw attention to Note 1 in the financial report. The conditions as set forth in Note 1 indicate the existence of a material uncertainty that may cast significant doubt about the consolidated entity's 'ability to continue as a going concern and therefore, the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business.

Ernst & Young

G H Meyerowitz
Partner
Perth
11 March 2016