



Nickelore Limited

ABN 13 086 972 429

INTERIM FINANCIAL REPORT

for the half-year ended 31 December 2015

The information contained in this report is to be read in conjunction with Nickelore Limited's 2015 annual report and announcements to the market made by Nickelore Limited during the half-year period ended 31 December 2015



NICKELORE LIMITED

ABN 13 086 972 429

INTERIM FINANCIAL REPORT 31 DECEMBER 2015

Corporate Directory

Directors

Robert Gardner	<i>Executive Chairman</i>
Paul Piercy	<i>Non-executive Director</i>
Jay Stephenson	<i>Non-executive Director</i>

Company Secretary

Jay Stephenson

Registered Office

Street: 182 Claisebrook Road
Perth WA 6000

Postal: PO Box 52
WEST PERTH WA 6872

Telephone: +61 (0)8 6141 3500

Facsimile: +61 (0)8 6141 3599

Email: info@nickelore.com.au

Website: www.nickelore.com.au

Securities Exchange

Australian Securities Exchange

Street: Level 40, Central Park
152 – 158 St Georges Terrace
Perth WA 6000

ASX Code: [NIO](#)

Share Registry

Computershare Registry Services

Street: Level 2, 45 St Georges Terrace
Perth WA 6000

Postal: GPO Box D182
Perth WA 6840

Telephone: 1300 850 505 (investors within Australia)
+61 (0)8 9323 2000

Auditor

Stantons International

Street: Level 2, 1 Walker Avenue
West Perth WA 6005, Australia










Telephone: +61(0)8 9481 3188

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**INTERIM FINANCIAL REPORT
31 DECEMBER 2015**

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Directors' Report

Your Directors present their report together with the condensed financial statements of Nickelore Limited (**Nickelore or the Company**) for the half-year ended 31 December 2015.

1. DIRECTORS

The names of Directors in office at any time during or since the end of the half-year are:

 Mr Robert Gardner	<i>Executive Chairman</i>
 Mr Paul Piercy	<i>Non-executive Director</i>
 Mr Jay Stephenson	<i>Non-executive Director</i>

(the Board)

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

2. REVIEW OF OPERATIONS

2.1. Operations review

Preliminary metallurgical assessment and initial flowsheet development for the Canegrass Project is continuing and is expected to take a further 3 to 8 months. Nickelore continues to seek to significantly reduce the capital cost of the Project. While the final operation is unlikely to be on the scale originally envisaged, Nickelore believes the end result will be profitable and viable over the long term and justify the continuing confidence of its shareholders.

Subsequent to balance date, Nickelore signed a non-binding terms sheet with Helio Energia Holdings S.A. (a company registered in Luxembourg) (**Helio**) to acquire 100% of the issued capital in Helio, the parent of a Helio Projetos em Energia Renovavel Ltda (ownership 99.9%), specialising solar energy systems primarily for commercial and industrial energy consumers (the Acquisition) in exchange for equity in the Company.

The acquisition of Helio will result in a significant change to the nature and scale of the Company's main business and will require re-compliance with ASX's admission requirements in Chapters 1 and 2 of the ASX Listing Rules, including the lodgement of a prospectus with the Australian Securities and Investments.

2.2. Operating results

The loss of the Company for the half-year amounted to \$101,410 (December 2014 restated: \$91,350), which is consistent with 2014 and expected at the Company's current operating levels. This has been minimised through Directors' election to accrue fees. No Directors' fees have been settled in cash since November 2011; refer to note 11b of the financial statements for details on fees paid or accrued.

The financial statements have been prepared on a going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the ordinary course of business. Details of the Company's assessment in this regard can be found in Note 1 Statement of significant accounting policies: Going Concern on page 7. The auditor's review report on page 14 contains an emphasis on matter in this regard.

2.3. Financial position

Nickelore's net assets have decreased by \$15,209 from \$198,091 at 30 June 2015 to \$182,881 at 31 December 2015.

As 31 December 2015, the Company's cash and cash equivalents decreased from 30 June 2015 by \$50,554 to \$204,183 and had working capital of \$182,881 (June 2015: \$198,091 working capital).

3. AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's independence declaration under section 307C of the *Corporations Act 2001* (Cth) for the half-year ended 31 December 2015 has been received and can be found on page 2 of the interim financial report.



ROBERT GARDNER

Chairman

Dated this Friday, 11 March 2016



11 March 2016

Board of Directors
Nickelore Limited
Suite 4, 182 Claisebrook Road,
Perth, WA 6000

Dear Directors

RE: NICKELORE 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 Nickelore Limited.

As Audit Director for the review of the financial statements of Nickelore Limited for the period ended 31 December 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 review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours faithfully

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



Samir Tirodkar
Director

NICKELORE LIMITED

ABN 13 086 972 429

INTERIM FINANCIAL REPORT 31 DECEMBER 2015

Condensed Statement of Profit or Loss and Other Comprehensive Income

for the half-year ended 31 December 2015

	Note	31 December 2015	31 December 2014 (restated)
		\$	\$
Continuing operations			
Revenue		2,306	3,670
Other gains and losses		(6,277)	2,690
Accounting and audit fees		(20,504)	(33,172)
Computers and communications		(2,439)	(2,703)
Employee benefits expenses	11a	(40,200)	(40,200)
Exploration and evaluation expenditure	4, 1c.ii	(4,594)	(5,474)
Insurance		(7,132)	(5,320)
Professional fees		(8,111)	-
Regulatory expenses		(13,785)	(10,308)
Other expenses		(674)	(533)
Loss before tax	1c.i	(101,410)	(91,350)
Income tax benefit		-	-
Loss from continuing operations		(101,410)	(91,350)
Net loss for the year		(101,410)	(91,350)
Other comprehensive income, net of income tax			
- Items that will not be reclassified subsequently to profit or loss		-	-
- Items that may be reclassified subsequently to profit or loss		-	-
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income attributable to members of the parent entity		(101,410)	(91,350)
Earnings per share:			
Basic and diluted loss per share (cents per share)	1c.i	¢ (0.049)	¢ (0.054)

The condensed statement of profit or loss and other comprehensive income is to be read in conjunction with the accompanying notes.



Condensed Statement of Financial Position

As at 31 December 2015

	Note	31 December 2015 \$	30 June 2015 \$
Current assets			
Cash and cash equivalents	5	204,183	254,737
Trade and other receivables		10,972	8,535
Financial assets	6	10,760	17,037
Other current assets		19,651	6,048
Total current assets		245,566	286,357
Total assets		245,566	286,357
Current liabilities			
Trade and other payables	7	62,685	88,266
Total current liabilities		62,685	88,266
Total liabilities		62,685	88,266
Net assets		182,881	198,091
Equity			
Issued capital	8	24,200,417	24,114,217
Accumulated losses		(24,017,536)	(23,916,126)
Total equity		182,881	198,091

The condensed statement of financial position is to be read in conjunction with the accompanying notes.



NICKELORE LIMITED

ABN 13 086 972 429

INTERIM FINANCIAL REPORT 31 DECEMBER 2015

Condensed Statement of Changes in Equity

For the Half-Year Ended 31 December 2015

	Note	Issued Capital \$	Accumulated Losses \$	Total \$
Balance at 1 July 2014 (restated)	1c.i	23,810,076	(23,753,984)	56,092
Loss for the half-year		-	(91,350)	(91,350)
Other comprehensive income for the half-year		-	-	-
Total comprehensive income for the half-year		-	(91,350)	(91,350)
Transaction with owners, directly in equity				
Shares issued during the half-year		306,700	-	306,700
Transaction costs		(2,559)	-	(2,559)
Balance at 31 December 2014 (restated)	1c.i	24,114,217	(23,845,334)	268,883
Balance at 1 July 2015		24,114,217	(23,916,126)	198,091
Loss for the half-year		-	(101,410)	(101,410)
Other comprehensive income for the half-year		-	-	-
Total comprehensive income for the half-year		-	(101,410)	(101,410)
Transaction with owners, directly in equity				
Shares issued during the half-year		86,200	-	86,200
Balance at 31 December 2015		24,200,417	(24,017,536)	182,881

The condensed statement of changes in equity is to be read in conjunction with the accompanying notes.



Condensed Statement of Cash Flows

For the Half-Year Ended 31 December 2015

Note	31 December 2015 \$	31 December 2014 \$
Cash flows from operating activities		
Payments to suppliers and employees	(45,144)	(52,457)
Interest received	2,306	5,185
Payments for exploration expenditure	(7,716)	(7,365)
Net cash used in operating activities	(50,554)	(54,637)
Cash flows from investing activities		
Net cash used in investing activities	-	-
Cash flows from financing activities		
Capital raising costs	-	(2,559)
Net cash used in financing activities	-	(2,559)
Net decrease in cash held	(50,554)	(57,196)
Cash at beginning of period	254,737	342,772
Cash at 31 December 2015	204,183	285,576

The condensed statement of cash flows is to be read in conjunction with the accompanying notes.



Notes to the Condensed Financial Statements

for the half-year ended 31 December 2015

Note 1 Statement of significant accounting policies

These are the condensed financial statements and notes of Nickelore Limited (the **Company**). Nickelore is a public company incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange.

The financial statements were authorised for issue on 11 March 2016 by the directors of the Company.

a. Basis of preparation

This interim financial report is intended to provide users with an update on the latest annual financial statements of Nickelore Limited. As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Company. It is therefore recommended that this financial report be read in combination with the annual financial statements of the Company for the year ended 30 June 2015, together with any public announcements made during the half-year.

i. Statement of compliance

The half-year financial report is a general purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 'Interim Financial Reporting'. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'. The half-year report does not include notes of the type normally included in an annual financial report and should be read in conjunction with the most recent annual financial report.

ii. Financial position

The financial statements have been prepared on the basis of historical cost, except where applicable, financial assets which are carried at fair value. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

iii. Going Concern

The condensed financial statements have been prepared on a going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the ordinary course of business.

Nickelore's net assets have decreased by \$15,210 from \$198,091 at 30 June 2015 to \$182,881 at 31 December 2015.

As at 31 December 2015, the Company's cash and cash equivalents decreased by \$50,554 from \$254,737 at 30 June 2015 to \$204,183 and had working capital of \$182,881 (June 2015: \$198,091 working capital).

The ability of the Company to continue as a going concern is principally dependent upon the ability of the Company to secure funds by raising capital from equity markets or by other means, and by managing cash flows in line with available funds, and/or the successful development of the Company's exploration assets. Should the above matters not be achieved, there is a material uncertainty about the ability of the Company to continue as a going concern.

Based upon cash flow forecasts and other factors referred to above, the directors are satisfied that the going concern basis of preparation is appropriate, including the meeting of exploration commitments. Should the Company be unable to continue as a going concern it may be required to realise its assets and extinguish its liabilities other than in the normal course of business and at amounts different to those stated in the condensed financial statements.

The condensed financial statements do not include any adjustments relating to the recoverability and classification of asset carrying amounts or to the amount and classification of liabilities that might result should the Company be unable to continue as a going concern and meet its debts as and when they fall due.

iv. Accounting Policies

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

b. Critical Accounting Estimates and Judgments

The critical estimates and judgements are consistent with those applied and disclosed in the 30 June 2015 annual report.

Key Judgments – Environmental Issues

Balance disclosed in the financial statements and notes thereto are not adjusted for any pending or enacted environmental legislation, and the directors understanding thereof. At the current stage of the company's development and its current environmental impact, the directors believe such treatment is reasonable and appropriate.



Notes to the Condensed Financial Statements

for the half-year ended 31 December 2015

Note 1 Statement of significant accounting policies

Key Estimate – Taxation

Balances disclosed in the financial statements and the notes thereto, related to taxation, are based on the best estimates of directors. These estimates take into account both the financial performance and position of the company as they pertain to current income taxation legislation, and the directors understanding thereof. No adjustment has been made for pending or future taxation legislation. The current income tax position represents that directors' best estimate, pending an assessment by tax authorities in relevant jurisdictions.

c. Change in Accounting Policies

Exploration and development expenditure

Nickelore has made a voluntary change to its accounting policy in respect to the treatment of exploration and evaluation expenditure. The new accounting policy was adopted for the year ended 30 June 2015 with effect from 1 July 2014 and has been applied retrospectively. The new exploration and evaluation expenditure accounting policy is to expense expenditure as incurred, including capitalisation of acquisition costs.

The previous accounting policy was to capitalise and carry forward exploration and evaluation expenditure as an asset when rights to tenure of the area of interest were current and in respect of which:

- ☺ Such costs are expected to be recouped through successful development and exploitation or from sale of the area: or
- ☺ Exploration and evaluation activities in the area have not, at balance date, reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active operations in, or relating to, the area are continuing.

Management judges that the change in accounting policy will result in the financial report providing no less relevant or reliable information and will provide a higher degree of confidence as to the probability that future economic benefits will flow to Nickelore upon capitalisation of expenditure incurred in an area of interest.

AASB 6 *Exploration for and evaluation of mineral resources* allows both the previous and new accounting policies of Nickelore. Details in relation to the impact of this change in accounting policy on comparative financial information are disclosed following.

i. Adjustments made to statements of financial position (extract)

As at 1 July 2014

Assets

Exploration and evaluation assets

Total non-current assets

Net assets

Equity

Issued capital

Accumulated losses

Total equity

	Under Previous Accounting Policy \$	Voluntarily change in accounting policy \$	1 July 2014 (restated) \$
Exploration and evaluation assets	2,611,450	(2,611,450)	-
Total non-current assets	2,611,450	(2,611,450)	-
Net assets	2,667,542	(2,611,450)	56,092
Issued capital	23,810,076	-	23,810,076
Accumulated losses	(21,142,534)	(2,611,450)	(23,753,984)
Total equity	2,667,542	(2,611,450)	56,092
	Under Previous Accounting Policy \$	Voluntarily change in accounting policy \$	31 December 2014 (restated) \$
Exploration and evaluation expenditure	-	(5,474)	5,474
Loss before income tax	(85,876)	(5,474)	(91,350)
Income tax benefit	-	-	-
Loss from continuing operations	(85,876)	(5,474)	(91,350)
Other comprehensive income, net of income tax	-	-	-
Total comprehensive income attributable to members of the parent entity	(85,876)	(5,474)	(91,350)

ii. Statement of profit or loss and other comprehensive income (extract)

For the half-year ended at 31 December 2014

Exploration and evaluation expenditure

Loss before income tax

Income tax benefit

Loss from continuing operations

Other comprehensive income, net of income tax

Total comprehensive income attributable to members of the parent entity



Notes to the Condensed Financial Statements

for the half-year ended 31 December 2015

Note 1 Statement of significant accounting policies

d. New or revised standards and interpretations that are first effective in the current reporting period

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

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

 AASB 2015-3 *Amendments to Australian Accounting Standards arising from the Withdrawal of AASB 1031 Materiality*

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

Note 2 Company details

The registered office of the Company is:

Street: 182 Claisebrook Road

Perth WA 6000

Postal: PO Box 52

West Perth WA 6872

Telephone: +61 (0)8 6141 3500

Facsimile: +61 (0)8 6141 3599

Website: www.nickelore.com.au

E-mail: info@nickelore.com.au

The principal place of business is:

Finance and Administration Office:

Suite 12, Level 1/11 Ventnor Avenue

West Perth WA 6005

Note 3 Operating segments

a. Identification of reportable segments

The Company has identified its operating segments based on the internal reports that are provided to the Board of Directors on a regular basis and in determining the allocation of resources. Management continually assesses the Company's segments and has identified the operating segments based on the one principal location based on geographical areas and therefore one regulatory environment being Australia. The Company operates predominantly in the minerals exploration and evaluation industry.

Due to its reduced activity, the Company currently operates materially in one business segment being mineral exploration and evaluation and one geographical segment as described above. Accordingly, the financial information presented in the statement of profit or loss and other comprehensive income and statement of financial position is the same as that presented to the chief operating decision maker.



Notes to the condensed financial statements

for the half-year ended 31 December 2015

Note 4 Exploration and evaluation expenditure
a. Exploration and evaluation expenditure

- ☺ Tenement acquisition
- ☺ Exploration expenditure

Total exploration and evaluation expenditure

31 December 2015 \$	31 December 2014 (restated) \$
-	-
4,594	5,474
4,594	5,474

b. Cumulative exploration and evaluation expenditure

- Cumulative expenditure at the beginning of half-year
- Expenditure incurred and expensed for the half-year
- Cumulative expenditure to the end of half-year**

	Tenement acquisition expenditure \$	Exploration and evaluation expenditure \$	Cumulative exploration and evaluation expenditure \$
	295,200	2,325,500	2,620,700
	-	4,594	4,594
	295,200	2,330,094	2,625,294

c. All exploration and evaluation expenditure is expensed as incurred

Note 5 Cash and cash equivalents

- Cash at bank and in hand
- Short-term term deposits
- Trust account

5a

31 December 2015 \$	30 June 2015 \$
20,599	15,879
180,000	230,000
3,584	8,858
204,183	254,737

a. The Company holds a trust account for the purposes of an unmarketable parcel share sale.

Note 6 Financial assets
Current

- Dragon Mountain Gold Limited (**DMG**) shares

6a

31 December 2015 \$	30 June 2015 \$
10,760	17,037
10,760	17,037

a. Nickelore currently holds 896,660 DMG shares. The fair value of DMG fully paid ordinary shares at 31 December 2015 was based on the ASX quoted market value. These shares are classified as Tier 1 financial assets. These shares are a financial asset through profit and loss.



NICKELORE LIMITED

ABN 13 086 972 429

INTERIM FINANCIAL REPORT 31 DECEMBER 2015

Notes to the condensed financial statements

for the half-year ended 31 December 2015

Note 7 Trade and other payables

		31 December 2015 \$	30 June 2015 \$
Current			
<i>Unsecured</i>			
Trade payables	7a	26,458	3,629
Audit fee accrual		6,000	8,500
Director's fees accrual	11b	12,500	58,500
Other		17,727	17,637
		62,685	88,266

a. These amounts arise from the usual operating activities of the Company. Trade payables and other payables and accruals, except directors' fees, are outstanding less than 90 days.

Note 8 Issued capital

Note	31 December 2015 \$	30 Jun 2015 \$
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The Company has issued share capital amounting to 219,808,368 (June 2015: 209,033,386) fully paid ordinary shares at no par value.

8a	24,200,417	24,114,217
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Note	31 December 2015 \$	31 December 2014 \$	31 December 2015 No.	31 December 2014 No.
a. Ordinary shares				
At the beginning of the reporting period	24,114,217	23,810,076	209,033,386	170,695,886
Shares issued during the period:				
☺ 38,337,500 shares issued on 17.12.14	-	306,700	-	38,337,500
☺ 10,775,000 shares issued on 23.11.15	86,200	-	10,775,000	-
Transaction costs relating to share issues	-	(2,559)	-	-
At reporting date	24,200,417	24,114,217	219,808,386	209,033,386

The holders of ordinary shares are entitled to receive dividends as declared from time to time and the proceeds on winding up of the parent entity in proportion to the number of shares held. At the shareholders' meetings, each ordinary share is entitled to one vote when a poll is called; otherwise each shareholder has one vote on a show of hands.

Note 9 Events subsequent to reporting date

On 10 February 2016, Nickelore has entered into a non-binding agreement with Helio Energia Holding S.A to acquire 100% of the issued capital in Helio in exchange for equity in Nickelore (**the Acquisition**).

Nickelore intends to undertake, prior to completion of the Acquisition, a non-renounceable pro rata Entitlement Issue. The Entitlement Issue will raise up approximately AUD\$527,540 (before costs) and is expected to result in the issue of an additional 87,923,354 NIO Shares.

Note 10 Commitments and contingences

There is no change in the Company's commitments or contingencies since the year ended 30 June 2015 to date of this report.



Notes to the condensed financial statements

for the half-year ended 31 December 2015

Note 11 Related party transactions

a. Key management personnel (KMP) compensation

The totals of remuneration paid to KMP during the half-year are as follows:

	31 December 2015 \$	31 December 2014 \$
Director fees	40,200	40,200
Total	40,200	40,200

11a.i

i. All fees have been accrued since November 2011; no fees have been settled in cash.

b. KMP accrued director fees payable

	31 December 2015 \$	30 June 2015 \$
Robert Gardner	7,500	36,000
Paul Piercy	2,500	11,250
Jay Stephenson	2,500	11,250
Total	12,500	58,500

11b.i

i. All fees have been accrued since November 2011; no fees have been settled in cash. Of the Directors' fees accruals, \$12,500 is outstanding as at the 31 December 2015.

c. KMP compensation settled by shares

During the half-year ended 31 December 2015 unpaid and accrued director's fees to 31 December 2015 totalling \$86,200 were settled through the issue of shares in the Company.

	Fees \$	Shares No.
Robert Gardner	53,700	6,712,500
Paul Piercy	16,250	2,031,250
Jay Stephenson	16,250	2,031,250
Total	86,200	10,775,000

d. Other related party transactions

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

Transactions with Key Management Personnel:

Wolfstar Group Corporate Management

Wolfstar Group Corporate Management, a company jointly controlled by Mr Stephenson, provides financial services and company secretarial services to Nickelore Limited. These services are provided indirectly by Mr Stephenson and have therefore not been included in 11a above.

	20,359	18,559
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Directors' Declaration

The Directors of Nickelore Limited declare that:

1. The condensed financial statements and notes, as set out on pages 3 to 12, are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Accounting Standard AASB 134: *Interim Financial Reporting*; and
 - (b) give a true and fair view of the financial position as at 31 December 2015 and of the performance for the half-year ended on that date of the Company.
2. In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors and is signed for and on behalf of the directors by:



ROBERT GARDNER

Chairman

Dated this Friday, 11 March 2016



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

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Nickelore Limited, which comprises the condensed statement of financial position as at 31 December 2015, the condensed statement of profit or loss and other comprehensive income, condensed statement of changes in equity, and condensed statement of cash flows for the half-year ended on that date, condensed notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

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

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standards on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Company*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Company's financial position as at 31 December 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 Nickelore Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

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

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

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, has been provided to the directors of Nickelore Limited on 11 March 2015.

Conclusion

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

- (a) giving a true and fair view of the Company's financial position as at 31 December 2015 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 Interim Financial Reporting and Corporations Regulations 2001.

Inherent Uncertainty Regarding Going Concern

Without qualification to the conclusion expressed above, attention is drawn to the following matter:

As referred to in note 1 to the financial statements, the financial statements have been prepared on a going concern basis. At 31 December 2015 the Company had cash and cash equivalents of \$204,183 and net working capital of \$182,881. The Company had incurred a loss for the period ended 31 December 2015 of \$101,410.

The ability of the Company to continue as a going concern and meet its planned exploration, administration, and other commitments is dependent upon the Company raising further working capital, and/or successfully exploiting its mineral assets. In the event that the Company cannot raise further equity, the Company may not be able to meet their liabilities as they fall due and the realisable value of the Company's non-current assets may be significantly less than book values.

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

Stantons International

Samir Tirodkar
Director



West Perth, Western Australia
11 March 2016



Nickelore Limited