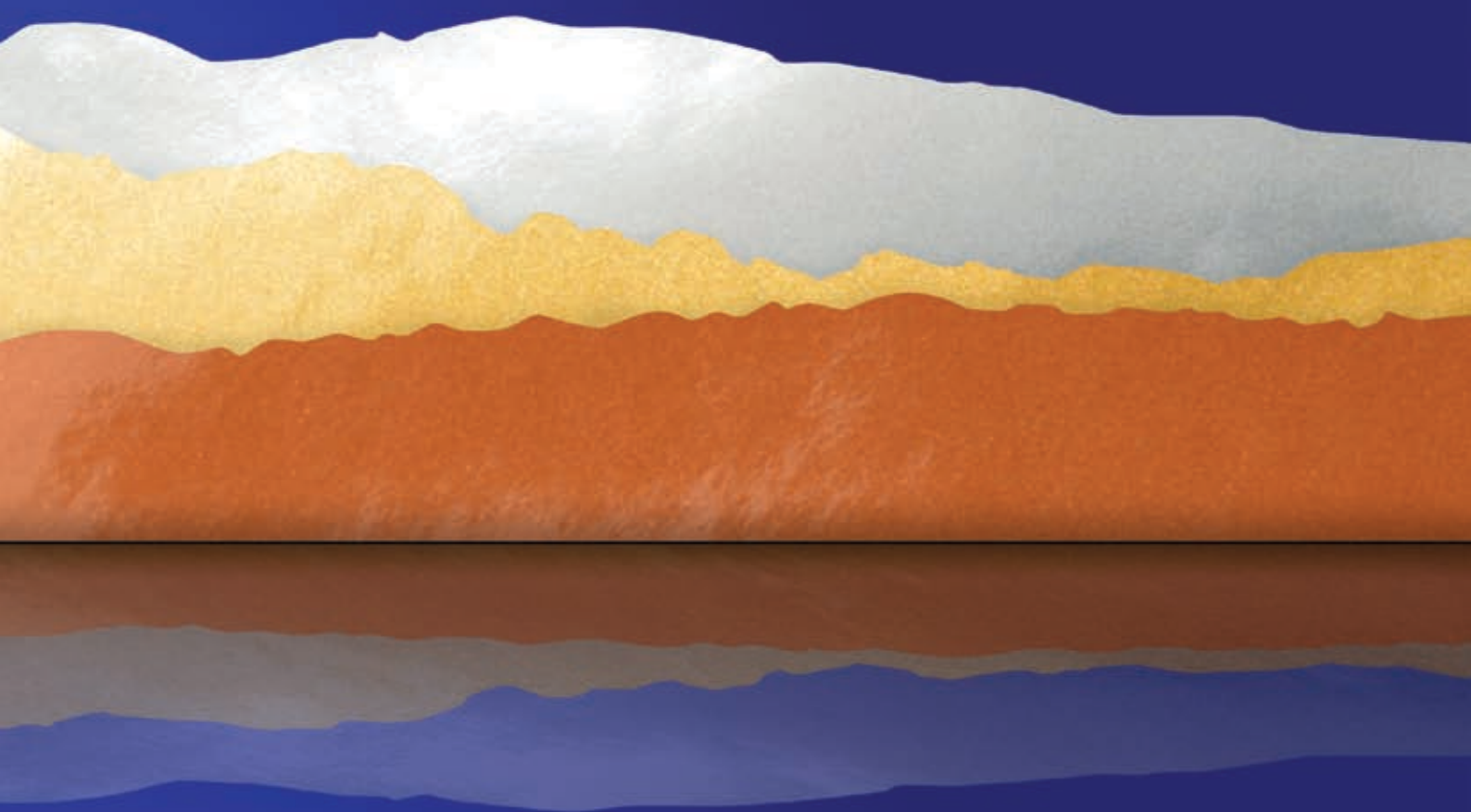


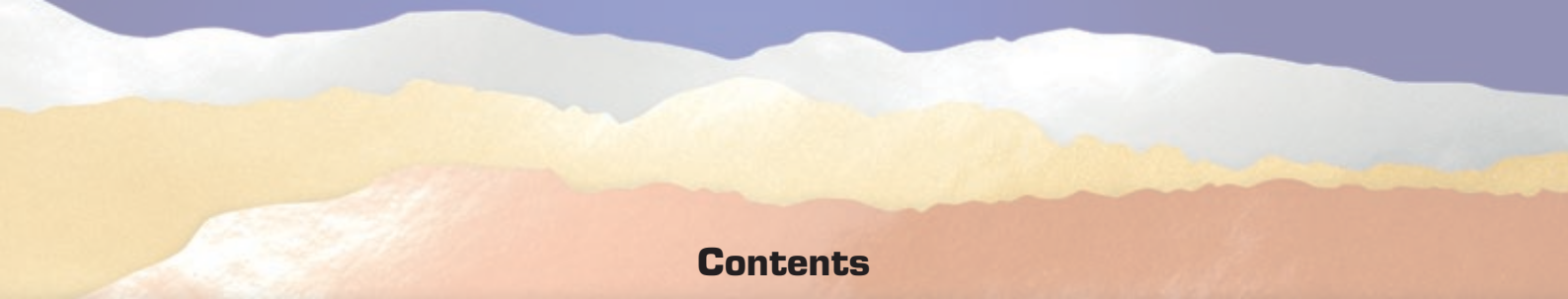
ANNUAL REPORT

for the year ended 30 June 2014




**INVESTIGATOR
RESOURCES
LIMITED**





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Company Profile

Investigator Resources Limited is a base and precious metals explorer focused on greenfield opportunities for new silver, gold and copper discoveries offered by the resurging minerals frontier in South Australia's southern Gawler Craton.

- **Leading minerals explorer in an emerging multi-metal province in South Australia**
- **Fifteen district-wide drill-ready targets to build on the maiden Paris silver resource of 20Moz silver**
- **Representing 28km of aggregate strike potential in the epithermal field around Paris and other new fields in the Uno Province**
- **Resource and targets close to infrastructure in a pro-mining, first world jurisdiction**
- **Experienced South Australian exploration team with the right track record**

The Company is listed on the Australian Securities Exchange (ASX code: IVR) and has more than 3,500 shareholders. Investigator's cornerstone investor, CITIC Australia Pty Ltd has been a substantial shareholder since the Company's inception seven-years ago.

Investigator first listed in April 2007 as Southern Uranium Limited then changed its name to Investigator Resources Limited in 2010 to reflect the Company's exploration focus on South Australia and diversification towards precious and base metals.

The Board and Senior Management include accomplished professionals with strong track records in the areas of exploration, mining, finance and law. Investigator has its corporate office in Brisbane, Queensland, with most of the staff based in the operational office in Adelaide, South Australia, close to the projects. The Company has a total staff of 11, including four geologists, supplemented by consultants and contractors.

The Company is leading an exploration resurgence on the Eyre Peninsula by applying innovative concepts and exploration techniques to secure quality ground and to compete for the next major metal discovery in Australia. Investigator is undertaking an aggressive and on-going exploration program capitalising on its new opportunities and good funding position.

Following the discovery in late 2011 of the Paris Silver Prospect, the Company announced its maiden JORC 2012 Compliant Inferred Mineral Resource of 5.9Mt at 110g/t silver and 0.6% lead, containing 20Moz silver and 38kt lead credit (at a 30g/t silver cut-off) in October 2013.

Investigator's exploration approach has resulted in a number of additional high-priority targets, which have a high potential to make more silver discoveries and show new copper potential in the Company's tenement portfolio.



Goals for 2015

Paris Silver Project:

- Expanding the opportunities for the Paris maiden silver Inferred Mineral Resource including conversion to Indicated Mineral category, optimisation of high-grade zones and processing pathways and development scenarios.
- Additional petrological and mineralogical laboratory work to further assess the attributes of the Paris resource.

Paris Expansion Target Area:

- To continue drilling the PETA area to seek extensions and adjacent resources to build on the maiden Paris resource.

Peterlumbo Satellite Targets:

- To gain access to prospective zones beyond the current northern limits of the heritage survey to test the Argos and Ares trends.
- Continue scout drilling of the copper-gold targets identified at Helen and Diomedes.
- Review information collected for future potential drilling at the Ajax Prospect.
- Commence first-pass drilling to test Trojan Horse and Odysseus.
- To continue to develop new Peterlumbo Satellite Targets.

Uno/Morgans Project:

- Comprehensive review of the information collected.
- Further drilling is expected to be centred on the Hurricane lead – zinc – silver prospect, an area of circa 500m by 250m.
- Create new targets by applying the Company's proven exploration techniques and knowledge.

Thurlga Joint Venture Project:

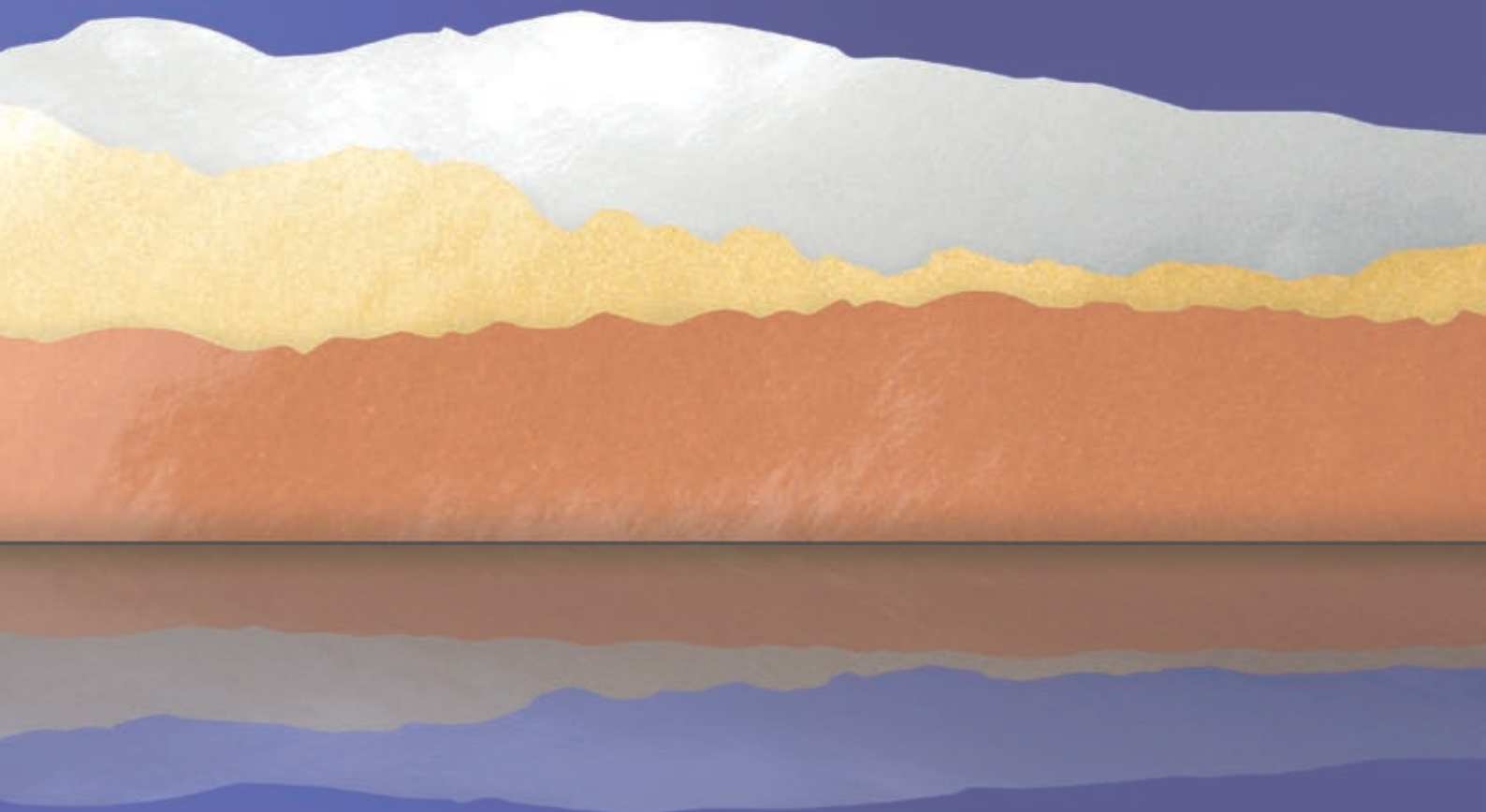
- To commence; geophysical survey, soil sampling and mapping program to identify potential drill targets on the extension to the Peterlumbo tenement area.

Northern Yorke Peninsula:

- Upon the granting of access from landowners, to drill gravity and magnetic targets initially on the Spyall and Roundabout Prospects.
- Planning one 600m diamond drill hole at Roundabout and two x 200m diamond holes at Spyall.
- To continue to build IOCG targets within the tenement holding.

FINANCIAL REPORT

for the year ended 30 June 2014



INVESTIGATOR
RESOURCES
LIMITED



Directors' Report

The Directors of Investigator Resources Limited (the Company, Investigator Resources) present their report for the year to 30 June 2014.

DIRECTORS

The names and details of the Company's Directors in office at the date of this report are set out below.

Roger Marshall OBE

*BE, FAIM, FAICD
Chairman*

Roger has been the Non-Executive Chairman of Investigator Resources since December 2006. He has over 40 years' experience in the mining industry in management, marketing, finance and operational roles. Roger has also been responsible for the development and production of a number of mines in Australia.

Roger previously served on the Boards of Mt Isa Mines Holdings Limited (1984–1992), CITIC Australia Trading Limited (2002–2009), Energy Brix Corporation (1993–1996), AGD Mining Limited (1999–2004), Macarthur Diamonds Limited (2004–2005), Copper Resources Corp Limited (2005–2007), Queensland Ores Limited (Chairman from May 2005–June 2009 and director from June 2009 to September 2009) Macarthur Coal Limited (Deputy Chairman from July 2001–October 2011) and OGL Resources Limited (2012–2013).

In 1989 Roger was made an Officer of the Order of the British Empire for his services to the mining industry. He is an Honorary Life Fellow of the Australasian Institute of Management.

John Alexander Anderson

*BSc Hons, MAusIMM, MSEG, MAIG, MGSA
Managing Director*

John has been a Director of Investigator Resources since its inception as Southern Uranium in July 2005 and was appointed the Managing Director in December 2006. A Brisbane-based geologist and exploration manager of 39 years' experience, John initiated the Company's strategy and development of its Eyre and Yorke Peninsula ground.

In his previous roles with Aberfoyle and then as General Manager Exploration Australia for Mt Isa Mines Exploration, he has explored in most Australian jurisdictions for a wide range of commodities with an emphasis on the major base metal/gold mining centres including Kalgoorlie, Broken Hill, McArthur River, Mount Isa/Ernest Henry and the Gawler Craton. His experience includes managing exploration for a year at the Drake epithermal silver field in New South Wales and extensive visits to epithermal gold deposits in Queensland, Chile and Argentina.

John also led teams in the discoveries of the Angas zinc resource, the major portion of the Menninnie Dam zinc deposit, the White Dam gold deposit and several mineral sands deposits in the Murray Basin, South Australia/Victoria/NSW. He served as a Non-Executive Director of Southern Gold Limited from 2004 to 2008. He is a former President of the South Australian Chamber of Mines and Energy.

Bruce Edward Foy

B.Com.LL.B

Bruce has been a Non-Executive Director of Investigator Resources since February 2008. He has extensive experience in corporate, wholesale and investment banking having spent the last 30 years in senior banking and Non-Executive Director roles.

In July 2005 Bruce retired after six years as Managing Director and Country Manager of ING Bank N.V. in Australia. Prior to that he was Country Manager in Australia for two international banks and for a number of years was Managing Director of stock broking firm BBL Curran Mullens Limited.

Bruce is currently a Non-Executive Director of: Avant Insurance Limited, Avant Group Holdings, Professional Insurance Holdings Pty Ltd (all from 1 Jan 2014) and The Doctor's Health Fund Pty Limited. He is also an independent director of the Financial Planning Association of Australia Limited and Chairman of SMSF Owners' Alliance. Bruce was previously Chairman of State Water Corporation (to March 2014), Chairman of Transgrid Corporation (2011), Chairman of the International Banks and Securities Association Limited, a Non-Executive director of CITIC Australia Trading Limited and a Trustee/Director of First State Super.

Directors' Report *cont*

David Garred Jones

BSc, MSc, FIMMM (London), FAusIMM, MGSA, MAIME-SME
Non-Executive Director

David has been a Non-Executive Director of Investigator Resources since December 2006. He commenced his career in 1964 as a geologist with Broken Hill South Limited, and was involved with the exploration that led to the discovery of the Duchess phosphate deposit near Mt Isa.

Between 1966 and 1968 David worked as an underground geologist for Mt Isa Mines and then as senior geologist responsible for exploration in NW Queensland and the Northern Territory. He joined Newmont Pty Limited as Chief Geologist in 1979 having been Senior Lecturer in Economic Geology at SAIT (later the University of South Australia) for eight years prior.

From 1979 to 2000 David held various Exploration Manager positions in Newmont Australia Limited (which became Newcrest Mining Limited in 1991) covering the Pacific, Europe and Asia, Ireland and Scotland. He established Newcrest in Indonesia and supervised the team that discovered the Gosowong gold deposit in Halmahera. David retired from Newcrest in 2000 as Manager Strategic Planning, assisting in advising the Board on long term and strategic planning.

David is currently Principal of consulting firm Vidoro Pty Limited and has prepared technical reports for submission to the Toronto and Australian Stock Exchanges on exploration properties and mines in Australia, Bolivia, Brazil, Indonesia, Kyrgyz Republic, Mongolia, PNG and The Philippines.

Company Secretary

The Company Secretary in office at the end of the financial year was Garry Gill. Garry has been Chief Financial Officer and Company Secretary for Investigator Resources since June 2007. He has more than 30 years' experience in all facets of corporate financial and administrative functions and has served in Chief Financial Officer and Company Secretarial positions at a number of listed and unlisted public companies, private companies and statutory authorities.

Directors' Interests in the Company

At the date of this report, the interests of the Directors in the shares and options of the Company were:

	Ordinary Shares	Options Listed	Options Unlisted
R. Marshall (Chairman)	3,435,140	981,470	–
J. A. Anderson (Managing Director)	1,792,063	512,019	4,305,000
B. E. Foy (Non-Executive Director)	3,901,338	1,114,668	–
D. G. Jones (Non-Executive Director)	807,672	230,764	–

PRINCIPAL ACTIVITY

The principal activity of the Company during the year was mineral exploration.

OPERATING AND FINANCIAL REVIEW

The Company recorded a loss after tax of \$1,592,314 (2013: \$1,224,851 loss) for the year ended 30 June 2014.

Strategy

The Company's objective is to create shareholder value through the discovery and development of large, competitive metal deposits in South Australia's southern Gawler Craton.

The Company is focussed on:

- upgrading the initial resource estimation for the recent Paris silver discovery by testing the lateral extensions,
- discovering additional competitive deposits of silver, lead, gold and copper using our first mover status, strong ground position and proprietary soil geochemical dataset in the reinvigorated southern Gawler Craton and
- becoming a silver, lead, gold and copper developer through exploration and acquisition

Directors' Report *cont*

Operations – Exploration

The Company's key projects are:

- The Paris silver project, including opportunities to expand the resource by immediate Paris Expansion Target Area (PETA) extensions and satellite targets within 15km of Paris;
- Ajax Prospect, another silver target centre within the Peterlumbo tenement and located 30km east of Paris;
- Uno/Morgans silver, lead, copper and cobalt project in another interpreted epithermal field 85km east of Paris; and
- Northern Yorke Peninsula IOCG projects

Following the acquisition in July 2014 of the 25% of the Peterlumbo tenement it did not previously own, all key projects are 100% owned by the Company. In August 2014, the Company entered into a Joint Venture and Farm-in agreement with Adelaide Resources to explore the tenement adjacent to the Peterlumbo tenement which contains the Paris Project and the Ajax, Helen Diomedes and other satellite targets. Under the agreement, the Company is able to obtain 75% of the tenement on the expenditure of \$200,000 by 11 August 2015 and a further \$550,000 by 30 June 2017.

The major exploration activities for the year were as follows:

- On 15 October 2013, the Company announced its Maiden Inferred Mineral Resource at the Paris Silver Project (5.9Mt at 110g/t silver and 0.6% lead, containing 20Moz silver and 38kt lead credit at a 30g/t silver cut-off). The resource is of significant size and grade, is shallow and potentially amenable to open-pit mining and showed good initial metallurgical silver recoveries utilising conventional extraction processes.
- The PETA was identified as a primary region which could extend the boundaries of the Paris resource to the north (Paris North target), North – west (Ares and Argos) and south (Paris South). A total of 122 reverse-circulation percussion holes were drilled in late 2013 with encouraging silver and lead assay results. Additional scout drilling was also undertaken at the previously identified and drilled Alexander East Prospect. Following analysis and fund raising, drilling of the area recommenced in late July 2014.
- In the satellite targets, detailed mapping was conducted at the Helen and Diomedes Prospects which assisted with the targeting for planned scout drilling activities in the 2015 financial year. The Argos and Ares trends in the PETA were also interpreted to extend further north into the Argos North and Ares North targets for which heritage clearances are required before drilling can proceed.
- The Ajax prospect which had been defined by soil testing in 2009 was the subject of further soil testing and mapping during the year from which large targets were defined for drill testing.
- Soil sampling at the Uno / Morgans project delineated multiple shallow large poly-metallic targets, ranging from copper-silver-cobalt to epithermal silver with a possible gold-bearing cap. Mapping and rock chip surveys were also conducted which identified subtle outcrops including gossans and extensive float of epithermal mineralisation.
- Gravity surveys and modelling were performed at the Roundabout and Spyall prospects on the Northern Yorke Peninsula which indicated shallow IOCG targets within 50m to 200m of the surface.

Financial Position

Exploration expenditure for the year was \$5,831,188, of which \$2.7 million was directed to the Paris project. Net administration expenses and employee benefits for the year totalled approximately \$1.6 million. At 30 June 2014 the Company had total cash and cash equivalents of \$2.9 million.

To fund ongoing operations, the Company completed a \$4.6 million equity raising program through a 2:5 non renounceable Rights Issue launched on 30 April 2014. The Rights Issue initially raised \$2.1 million in early June 2014 with a further \$2.5 million being raised through a Shortfall Placement program in July / August 2014.

Directors' Report *cont*

Outlook and Future Developments

Goals for the exploration programme for the 2015 financial year will involve:

- Further developing the geological work surrounding the high-grade zones at Paris, processing pathways and development scenarios for the area and conducting additional petrological and mineralogical laboratory work required preparatory to upgrading the existing resource status.
- Continued drilling of the PETA area to seek extensions and adjacent resources to build on the Paris Silver Project maiden resource.
- Conduct drilling on the silver and copper soil anomalies at Helen and Diomedes and the four large identified targets at the Ajax Prospect; to test the Argos and Ares trends following receipt of appropriate access approvals and to continue to develop new targets.
- Commence scout drilling on the three identified targets in the Uno Morgans region and to create new targets by applying the Company's proven exploration techniques and knowledge particularly in the recently announced Thurlga Joint Venture tenement.
- Negotiate access agreements with landowners in the Company's Yorke Peninsula tenements and drill gravity and magnetic targets initially on the Spyall and Roundabout Prospects.
- To continue to build IOCG targets within the tenement holding.

REMUNERATION REPORT (AUDITED)

A. Principles and Agreements

Directors

The Company's Constitution provides that the Directors may be paid, as remuneration for their services, a sum determined from time to time by the Company's Shareholders in general meeting, with that sum to be divided amongst the Directors in such manner as they agree.

Each of the non-executive Directors has entered into an agreement with the Company on standard commercial terms for their respective appointments. Remuneration and other special terms of the agreements are summarised as follows:

Roger Marshall

- appointment as non-executive Chairman (subject to re-election as required by the Company's constitution);
- annual directors fees of \$77,000 inclusive of a 10% superannuation entitlement where appropriate.

David Jones

- appointment as non-executive Director (subject to re-election as required by the Company's constitution);
- annual director's fees of \$55,000 inclusive of a 10% superannuation entitlement where appropriate.

Bruce Foy

- appointment as non-executive Director (subject to re-election as required by the Company's constitution);
- annual director's fees of \$55,000 inclusive of a 10% superannuation entitlement where appropriate.

At the Annual General Meeting held on 21 November 2011, Shareholders voted in favour of a resolution to require Directors to acquire 50,000 shares in the Company each year with the acquisition to be paid in lieu of an increase in Directors' fees.

A Director is disallowed from voting on any contract or arrangement in which he or she has directly or indirectly any material interest, if it will be contrary to the *Corporations Act 2001*. If such a Director does vote, his or her vote will not be counted, nor will his or her attendance be counted in the quorum present at the meeting. Either or both of these prohibitions may be relaxed or suspended to any extent by ordinary resolution passed at a general meeting if permitted by the *Corporations Act 2001*.

Directors' Report *cont*

Managing Director Service Agreement

The Company has entered into an employment agreement with John Anderson for him to act as Managing Director. Remuneration payable pursuant to the package is as follows:

- Base salary for the 2014 financial year of \$275,625 per annum (subject to annual review).
- Superannuation entitlement at 15% of the base salary.
- Annual short term incentives of up to \$100,000 with the quantum to be assessed in accordance with KPI to be agreed by the Board and the Managing Director.
- Long term incentives through the annual issue of share options having a value of up to \$80,000.

The agreement may be terminated by the Company giving 12 months' notice or paying 12 months' salary in lieu of notice.

Company Secretary

The Company has entered into an agreement with Garry Gill and his company to provide services as Company Secretary and Chief Financial Officer. Services are to be provided on a part time basis and at a rate of \$10,000 per month plus GST plus expenses. The agreement may be terminated by either party on 1 months' notice.

Senior Management and Senior Technical Staff

To achieve its objectives of discovery of economic resources in a cost effective manner, the Company aims to attract and retain a skilled senior management and senior technical team focused upon contributing to that objective. To do this the Board has established a principle of offering competitive remuneration packages including the provision of long term incentives (LTIs). LTIs comprise the annual offering of share options to the value of up to 10% of an employee's base salary. Options are issued in accordance with the Company's Employee Share Option Plan approved by shareholders at the 2012 Annual General Meeting.

B. Key Management Personnel Remuneration

Remuneration received or receivable by Key Management Personnel was as follows:

Key Management Personnel	Short-term Benefits		Post Employment Benefits Superannuation	Long Service Leave	Share Based Payments - Options	Total	Performance based remuneration	Remuneration of Risk - STI
	Fees and/or Salary	Cash, Profit Sharing/ Other Bonuses						
	\$	\$	\$			\$	%	
2014								
R. Marshall ¹	50,568	-	30,333	-	-	80,902	-	-
J. A. Anderson	291,633	100,000	25,336	60,098	36,390	513,457	26.6%	19.5%
D. G. Jones ¹	31,402	-	27,500	-	-	58,902	-	-
B. E. Foy ¹	53,902	-	5,000	-	-	58,902	-	-
G. C. Gill	120,000	-	-	-	-	120,000	-	-
C.P. Skidmore ²	210,000	-	19,425	-	21,186	250,611	8.5%	-
A. R. T. Thin ³	187,069	-	25,458	-	20,085	232,612	8.6%	-
Totals	944,574	100,000	133,053	60,098	77,661	1,315,386	13.5%	8.0%
2013								
R. Marshall ¹	60,862	-	24,500	-	-	85,362	-	-
J. A. Anderson	262,500	80,000	39,375	-	76,501	458,376	34.1%	17.5%
D. G. Jones ¹	63,362	-	-	-	-	63,362	-	-
B. E. Foy ¹	58,362	-	5,000	-	-	63,362	-	-
G. C. Gill	120,000	-	-	-	-	120,000	-	-
C.P. Skidmore ²	200,000	-	18,000	-	19,948	237,948	8.5%	-
A. R. T. Thin ³	71,014	-	9,199	-	20,055	100,268	20.0%	-
Totals	836,100	80,000	96,074	-	116,504	1,128,678	17.4%	7.1%

Notes:

1. Fees for each non-executive Director for the 2014 financial year includes \$3,902 (2013: \$8,362) paid to acquire 50,000 of the Company's shares on market in accordance with a resolution passed at the AGM on 21 November 2011.
2. C.P. Skidmore (Project Manager - Paris Project) resigned effective 11 July 2014.
3. A.R.T. Thin (Commercial Manager) commenced employment on 18 February 2013.

Directors' Report *cont*

Details of options over unissued shares issued as part of the Key Management Personnel remuneration during the financial year were as follows:

	J.A. Anderson	C.P. Skidmore	A.R.T. Thin
Number	1,150,000	490,000	360,000
Grant Date	18 Nov 2013	20 Feb 2014	18 Feb 2014
Value at Grant Date	\$36,390	\$21,186	\$20,085
Number Vested	1,150,000	490,000	360,000
Exercise Price (cents per option)	\$0.74	\$0.087	\$0.080
Expiry Date	18 Nov 2016	20 Feb 2017	18 Feb 2017
% age of Remuneration Represented by Options	8.0%	8.5%	8.6%

C. Equity Instruments

a) Movements in shares

The movement during the year in the number of ordinary shares in the Company held directly, indirectly or beneficially by each key management person, including their related parties, follows:

Name	Balance at beginning of year	Acquired			Balance at end of the year
		As Remuneration	On Market	Rights Issues	
2014					
R. Marshall	2,403,670	50,000	–	981,470	3,435,140
J. A. Anderson	1,280,044	–	–	512,019	1,792,063
B. E. Foy	2,286,670	50,000	450,000	1,114,668	3,901,338
D. G. Jones	526,908	50,000	–	230,764	807,672
G. C. Gill	252,529	–	–	–	252,529
C.P. Skidmore ¹	–	–	–	–	–
A. R. T. Thin ²	245,699	–	–	162,500	408,199
2013					
R. Marshall	2,017,430	50,000	–	336,240	2,403,670
J. A. Anderson	1,097,180	–	–	182,864	1,280,044
B. E. Foy	1,934,288	50,000	–	302,382	2,286,670
D. G. Jones	425,206	50,000	–	51,702	526,908
G. C. Gill	252,529	–	–	–	252,529
C.P. Skidmore ¹	–	–	–	–	–
A. R. T. Thin ²	245,699	–	–	–	245,699

Notes:

1. C.P. Skidmore (Project Manager - Paris Project) resigned effective 11 July 2014.

2. A.R.T. Thin (Commercial Manager) commenced employment on 18 February 2013.

Shares acquired as part of Directors' remuneration during the period were acquired on market in accordance with a resolution of shareholders passed at the Annual General Meeting held on 21 November 2011 (refer Note 16 (a)).

All on market purchases and sales complied with the Board's Securities Trading Policy which permits trading by Directors and executives during certain periods in the absence of knowledge of price-sensitive information.

Directors' Report *cont*

b) Movement in unlisted options

The movement during the year in the number of options over ordinary shares in the Company held directly, indirectly or beneficially by each key management person, including their related parties, was as follows:

Name	Balance at beginning of year	Acquired As Remuneration	Acquired – Rights Issues	Disposals		Balance at end of the year
				Exercised	Lapsed	
2014						
R. Marshall	–	–	981,470	–	–	981,470
J. A. Anderson	4,485,000	1,150,000	512,019	–	(1,330,000)	4,817,019
B. E. Foy	–	–	1,114,668	–	–	1,114,668
D. G. Jones	–	–	230,764	–	–	230,764
G. C. Gill	200,000	–	–	–	–	200,000
C.P. Skidmore	575,000	490,000	–	–	–	1,065,000
A. R. T. Thin	490,000	360,000	162,500	–	–	1,012,500
2013						
R. Marshall	–	–	–	–	–	–
J. A. Anderson	3,580,000	905,000	–	–	–	4,485,000
B. E. Foy	–	–	–	–	–	–
D. G. Jones	–	–	–	–	–	–
G. C. Gill	200,000	–	–	–	–	200,000
C.P. Skidmore	100,000	475,000	–	–	–	575,000
A. R. T. Thin	–	490,000	–	–	–	490,000

End of audited Remuneration Report

DIRECTORS' AND COMMITTEE MEETINGS

The number of meetings of the Company's Board of Directors held during the year and the number of meetings attended by each Director/Committee Member was:

Director	2014	
	Eligible to Attend	Attended
R. Marshall	12	11
J. A. Anderson	12	12
D. G. Jones	12	12
B. E. Foy	12	12

Due to its size and activities the Company does not have separate Board committees.

DIVIDENDS

No dividends were declared and paid during the financial year.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There were no significant changes in the state of affairs of the Company during the year, other than disclosed in this report.

Directors' Report *cont*

SIGNIFICANT EVENTS AFTER BALANCE DATE

On 1 July 2014, the Company announced that it had issued a Notice of Default to Peterlumbo Joint Venture (PJV) partner, Mega Hindmarsh Pty Ltd ("Mega"), for its failure to pay JV contributions totalling \$2,954,984.94 to 31 March 2014.

On 8 July 2014, the Company announced that it had agreed to acquire Mega's, interest in the PJV. Consideration for the acquisition was the issue of 12,011,569 shares in the Company escrowed for 12 months. From the completion of the transaction on 14 July 2014 the joint venture was at an end and the parties were released from any future or outstanding contribution commitments or obligations generally.

On 30 July 2014, the Company issued a prospectus to raise up to \$3,237,176 by offering the remaining Rights Issue Shortfall comprising up to 80,929,404 New Shares with 1 New Option for every 1 New Share allotted. New Shares would be issued at a price of \$0.04 per New Shares with each New Option being exercisable at \$0.10 per share and expiring on 31 March 2017. The Offer closed on 7 August 2014 following which 61,902,318 New Shares and Options were issued and \$2,476,092.72 (before costs of the issue) was raised.

On 18 August 2014, the Company announced that through its wholly owned subsidiary Gawler Resources Pty Ltd it had entered into a farm in and Joint Venture agreement with Adelaide Resources Limited's wholly owned subsidiary Peninsula Resources Limited to explore and develop the Thurlga tenement (EL5419) which adjoins the western margin of the Company's Peterlumbo tenement including the Paris silver project. The principal terms of the agreement are as follows:

- The Company must spend \$200,000 within 12 months of signing the agreement before it can withdraw.
- The Company can earn 75% equity interest in the Joint Venture through the total expenditure of \$750,000 by 30 June 2017.
- Once the Company has earned a 75% equity interest, further Joint Venture expenditure contributions will be pro rata, or else a non-contributing party's equity will be diluted using the standard industry formula.
- Should a party's equity in the Joint Venture fall to 5%, its share will be automatically acquired by the other party in exchange for 1% NSR Royalty.
- The Company will manage the Joint Venture during the farm-in stage, and while ever it holds majority equity.

On 25 August 2014 the Company received a Research and Development tax refund of \$2,302,250 for experimental work conducted as part of the Company's studies of nature of the and the mineral potential of its Paris Silver Deposit.

Other than as set out in this report and the attached financial statements, no other matters or circumstances have arisen since 30 June 2014, which significantly affect or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in subsequent financial years.

LIKELY DEVELOPMENTS

During the next financial year, the Company will pursue the strategy set out in the Operating and Financial Review above.

INDEMNIFICATION OF DIRECTORS AND OFFICERS

The Company is required to indemnify Directors, and other officers of the Company against certain liabilities which they may incur as a result of or by reason of (whether solely or in part) being or acting as an officer of the Company.

During the financial year, the Company paid a premium of \$25,300 to insure the Directors against potential liabilities for costs and expenses incurred by them in defending legal proceedings arising from their conduct while acting in the capacity of Director of the Company other than conduct involving wilful breach of duty in relation to the Company.

The Company provides no indemnity to any auditor.

Directors' Report *cont*

ENVIRONMENTAL REGULATION

The Company's operations are subject to significant environmental regulation under Commonwealth, State and Territory legislation in relation to the discharge of hazardous waste and minerals arising from exploration activities conducted by the Company on any of its tenements. At the date of this report there have been no known breaches of any environmental obligations.

SHARE OPTIONS

At the date of this report there were 124,049,704 unissued ordinary shares under option (62,147,386 at 30 June 2014 and 7,105,000 at 30 June 2013). During the financial year ended 30 June 2014, 440,000 options were exercised. No options have been exercised since year end to the date of this report.

Each option is convertible to one ordinary share. An option holder does not have the right to participate in any other share issue of the Company or of any other entity.

AUDITOR INDEPENDENCE

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is attached.

NON-AUDIT SERVICES

The following non-audit services were provided by the entity's auditor, Grant Thornton. The Directors are satisfied that the provision of non-audit services is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001*. The nature and scope of non-audit service provided means that auditor independence was not compromised.

Grant Thornton received or is due to receive the following amounts for the provision of non-audit services during the year ended 30 June 2014:

	2014 \$	2013 \$
Taxation compliance services	7,950	8,900

Signed in accordance with a resolution of the Directors.



R Marshall OBE
Chairman

Brisbane
26 August 2014



J A Anderson
Managing Director

Auditor's Independence Declaration



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To the Directors of Investigators Resources Limited

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the audit of Investigator Resources Limited for the year ended 30 June 2014, I declare that, 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 audit; and
- b no contraventions of any applicable code of professional conduct in relation to the audit.


GRANT THORNTON AUDIT PTY LTD
Chartered Accountants


C D J Smith
Partner – Audit & Assurance

Brisbane, 26 August 2014

Grant Thornton Australia Limited ABN 41 127 556 389

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Statement of Profit or Loss and Other Comprehensive Income

FOR THE YEAR ENDED 30 JUNE 2014

	Note	Consolidated	
		2014	2013
		\$	\$
Other Income	2	1,079,358	740,662
Less expenses:			
Administrative expenses	3	(909,727)	(1,118,058)
Employee benefit expenses	3	(1,043,880)	(816,645)
Exploration and evaluation expenses written off	11	(718,065)	(30,810)
Loss before income tax expense		(1,592,314)	(1,224,851)
Income tax expense	4	–	–
Loss attributable to members of the company		(1,592,314)	(1,224,851)
Other comprehensive income for the year, net of tax		–	–
Total comprehensive income for the year attributable to the members of the company		(1,592,314)	(1,224,851)
Basic and diluted earnings per share (cents per share)	5	(0.47)	(0.37)

The accompanying notes form part of these financial statements

Statement of Financial Position

AS AT 30 JUNE 2014

	Note	Consolidated 2014 \$	2013 \$
CURRENT ASSETS			
Cash and cash equivalents	6	2,931,300	7,921,620
Trade and other receivables	7	33,029	661,391
Inventories	8	3,207	1,234
Total Current Assets		2,967,536	8,584,245
NON CURRENT ASSETS			
Other financial assets	9	31,089	54,427
Plant and equipment	10	434,305	644,774
Exploration and evaluation assets	11	26,045,307	20,932,184
Total Non Current Assets		26,510,701	21,631,385
TOTAL ASSETS		29,478,237	30,215,630
CURRENT LIABILITIES			
Trade and other payables	12	173,205	1,455,254
Employee benefit provisions	13(a)	211,981	157,070
Total Current Liabilities		385,186	1,612,324
NON CURRENT LIABILITIES			
Employee benefit provisions	13(b)	60,098	–
Total Non Current Liabilities		60,098	–
TOTAL LIABILITIES		445,284	1,612,324
NET ASSETS		29,032,953	8,603,306
EQUITY			
Contributed equity	14	42,176,482	40,309,316
Share option reserve	15	747,795	593,000
Accumulated losses		(13,891,324)	(12,299,010)
TOTAL EQUITY		29,032,953	8,603,306

The accompanying notes form part of these financial statements

Statement of Changes in Equity

FOR THE YEAR ENDED 30 JUNE 2014

Consolidated	Note	Share Capital \$	Accumulated Losses \$	Share Option Reserve	Total \$
2013					
Balance at 30 June 2012		32,183,052	(11,074,159)	405,349	21,514,242
Transactions with owners:					
Shares issued during the period		8,631,359	–	–	8,631,359
Share issue costs		(505,095)	–	–	(505,095)
Expired option costs reclassified to share capital		–	–	–	–
Options issued to employees		–	–	71,148	71,148
Options issued to key management personnel		–	–	116,503	116,503
Total transactions with owners		8,126,264	–	187,651	8,313,915
Loss attributable to members of the company		–	(1,224,851)	–	(1,224,851)
Balance at 30 June 2013		40,309,316	(12,299,010)	593,000	28,603,306
2014					
Transactions with owners:					
Shares issued during the period		2,117,055	–	–	2,117,055
Share issue costs		(249,889)	–	–	(249,889)
Options issued to employees		–	–	77,134	77,134
Options issued to key management personnel		–	–	77,661	77,661
Total transactions with owners		1,867,166	–	154,795	2,021,961
Loss attributable to members of the company		–	(1,592,314)	–	(1,592,314)
Balance at 30 June 2014		42,176,482	(13,891,324)	747,795	29,032,953

The accompanying notes form part of these financial statements

Statement of Cash Flows

FOR THE YEAR ENDED 30 JUNE 2014

	Note	Consolidated 2014 \$	2013 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Interest received		158,869	354,070
Research and development refund		986,033	320,376
Payments to suppliers and employees		(1,587,899)	(1,129,955)
Net cash provided by (used in) operating activities	17	(442,999)	(455,509)
CASH FLOWS FROM INVESTING ACTIVITIES			
Exploration expenditure		(6,424,001)	(10,296,176)
Purchase of property plant and equipment		(3,127)	(387,212)
Net cash provided by (used in) investing activities		(6,427,127)	(10,683,389)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		2,117,055	8,631,359
Costs associated with share issue		(237,249)	(574,898)
Net cash provided by (used in) financing activities		1,879,806	8,056,461
Net increase (decrease) in cash held		(4,990,320)	(3,082,437)
Cash at beginning of year		7,921,620	11,004,057
Cash at end of year	6	2,931,300	7,921,620

The accompanying notes form part of these financial statements

Notes to the Financial Statements

FOR THE YEAR ENDED 30 JUNE 2014

1. Statement of Significant Accounting Policies

The financial report covers the consolidated group of Investigator Resources Limited and its controlled entities. Investigator Resources Limited (the Company) is a for profit company limited by shares incorporated and domiciled in Australia. The Company's shares are publicly traded on the Australian Securities Exchange.

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Basis of Preparation

This general purpose financial report has been prepared on a going concern basis in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*. Compliance with Australian Accounting Standards ensures that the financial statements and notes of Investigator Resources Limited comply with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board.

Basis of Accounting

These financial statements have been prepared on an accruals basis under the historical cost convention, as modified by the revaluation of selected noncurrent assets, financial assets and liabilities for which the fair value basis of accounting has been applied.

Functional and Presentation Currency

The Company's functional and presentation currency is Australian dollars.

The following is a summary of the material accounting policies adopted by the Company in the preparation of the Financial Statements.

(a) Principles of Consolidation

A controlled entity is any entity controlled by the Company. Control exists where the parent entity has the capacity to dominate the decision-making in relation to the financial and operating policies of another entity so that the other entity operates with the parent entity to achieve the parent entity's objectives. A list of controlled entities is contained at Note 19. All controlled entities have a June year end.

All inter-company balances and transactions between entities in the consolidated entity, including any unrealised profits or losses, have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistencies with those policies applied by the parent entity.

Where controlled entities have entered or left the consolidated entity during the year, their operating results have been included from the date control was obtained or until the date control ceased.

(b) Income Tax

The charge for current income tax expense is based on the result for the period adjusted for nonassessable or disallowed items. It is calculated using the tax rates that have been enacted or are substantially enacted by the balance date.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the Statement of Profit or Loss and Other Comprehensive Income except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the consolidated entity will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

(c) Goods & Services Tax

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

Goods & Services Tax (GST) receivable from, or payable to, the Australian Taxation Office has been accounted for and included as part of receivables or payables in the Statement of Financial Position.

Cash flows are presented in the Statement of Cash Flows on a gross basis except for the GST component of investing activities, which are disclosed as an operating cash flow.

(d) Revenue Recognition

Interest income is recognised on a time proportion basis using the effective interest method. Research and Development Refunds are recognised on an as received basis.

(e) Exploration and Evaluation Expenditure

Exploration and evaluation expenditure incurred is recognised as exploration and evaluation assets, measured on the cost basis. The expenditure incurred is accumulated in respect of each identifiable area of interest. These costs are only carried forward to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage which permits reasonable assessment of the existence of economically recoverable reserves.

Accumulated costs in relation to an abandoned area are written off in full in the Statement of Profit or Loss and Other Comprehensive Income in the year in which the decision to abandon the area is made.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest. Recoverability of the carrying amount of the exploration and evaluation assets is dependent on the successful development and commercial exploitation or alternatively sale of the respective areas of interest.

When production commences, the accumulated costs for the relevant area of interest are amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

(f) Restoration Costs

Costs of site restoration are provided over the life of the facility from when exploration commences and are included in the costs of that stage. Site restoration costs include the dismantling and removal of mining plant, equipment and building structures, waste removal, and rehabilitation of the site in accordance with clauses of the exploration and mining permits. Such costs are determined using estimates of future costs, current legal requirements and technology on a discounted basis.

Any changes in the estimates for the costs are accounted on a prospective basis. In determining the costs of site restoration, there is uncertainty regarding the nature and extent of the restoration due to community expectations and future legislation. Accordingly the costs have been determined on the basis that the restoration will be completed within one year of abandoning the site.

(g) Inventories

Inventories are stated at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business less any applicable selling expenses.

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

(h) Plant and equipment

Plant and equipment is measured on the cost basis.

The carrying amount of plant and equipment is reviewed annually by Directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Depreciation

The depreciable amount of all fixed assets, is depreciated on a straight-line basis over their useful lives to the consolidated entity commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Plant and equipment	4%–40%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the income statement.

(i) Financial Instruments

Recognition and Initial Measurement

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the entity becomes a party to the contractual provisions of the instrument. Details of financial instruments are set out in Note 23. Trade date accounting is adopted for financial assets that are delivered within timeframes established by marketplace convention.

Financial instruments are initially measured at fair value plus transactions costs where the instrument is not classified as being at fair value through the Statement of Profit or Loss and Other Comprehensive Income. Transaction costs related to instruments classified as at fair value through profit or loss are expensed through the Statement of Profit or Loss and Other Comprehensive Income immediately. Financial instruments are classified and measured as set out below.

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expire. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in Statement of Profit or Loss and Other Comprehensive Income.

Financial assets at fair value through Profit or Loss

A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management and within the requirements of AASB 139: Recognition and Measurement of Financial Instruments. Realised and unrealised gains and losses arising from changes in the fair value of these assets are included in the Statement of Profit or Loss and Other Comprehensive Income in the period in which they arise.

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method.

Held-to-maturity investments

These investments have fixed maturities, and it is the group's intention to hold these investments to maturity. Any held-to-maturity investments held by the group are stated at amortised cost using the effective interest rate.

Available-for-sale financial assets

Available-for-sale financial assets include any financial assets not included in the above categories. Available-for-sale financial assets are reflected at fair value. Unrealised gains and losses arising from changes in fair value are taken directly to equity.

Financial liabilities

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

Fair value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

Impairment

At each reporting date, the group assess whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a significant and prolonged decline in the value of the instrument is considered to determine whether impairment has arisen. Impairment losses are recognised in the Statement of Profit or Loss and Other Comprehensive Income.

(j) Interests in Joint Operations

The consolidated group's share of the assets, liabilities, revenue and expenses of joint venture operations are included in the appropriate items of the consolidated financial statements. Interests in joint venture operations are detailed at Note 18.

(k) Employee Benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits expected to be settled within one year, together with entitlements arising from wages and salaries and annual leave, which will be settled after one year, have been measured at the amounts expected to be paid when the liability is settled, plus related on costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. Contributions are made by the entity to employee superannuation funds and are charged as expenses when incurred.

(l) Equity Settled Transactions

The Company has provided benefits to certain employees and key management personnel in the form of options.

The fair value of the equity to which employees become entitled is measured at grant date and recognised as an expense over the vesting period, with a corresponding increase to an equity account.

The fair value of options is ascertained using a Black Scholes pricing model. The number of shares and options expected to vest is reviewed and adjusted at each reporting date such that the amount recognised for services received as consideration for the equity instruments granted shall be based on the number of equity instruments that eventually vest.

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

(m) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of less than 3 months, net of bank overdrafts.

(n) Trade and Other Payables

Liabilities for trade creditors and other amounts are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the consolidated entity.

(o) Borrowings

Borrowings are recorded initially at fair value, net of transaction costs. Subsequent to initial recognition, borrowings are measured at amortised cost with any difference between the initial recognised amount and the redemption value being recognised in the Statement of Profit or Loss and Other Comprehensive Income over the period of the borrowing using the effective interest rate method.

(p) Contributed Equity

Ordinary share capital is recognised at the fair value of the consideration received.

Any transaction costs arising on the issue of shares are recognised (net of tax) directly in equity as a reduction of the share proceeds received.

(q) Earnings per Share (EPS)

Basic earnings per Share

Basic earnings per share is calculated by dividing the loss attributable to equity holders of the Company, excluding any costs of servicing equity other than shares, by the weighted average number of shares outstanding during the financial year, adjusted for any bonus elements in Shares issued during the year.

Diluted earnings per Share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential shares.

(r) Critical Accounting Estimates and Judgements

The Directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company.

The Company makes estimates and judgments in applying the accounting policies. Critical judgements in respect of accounting policies relate to exploration and evaluation assets, whereby exploration and evaluation expenditure is capitalised in certain circumstances. Recoverability of the carrying amount of any exploration and evaluation assets is dependent on the successful development and commercial exploitation or sale of the respective areas of interest.

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

(s) New Accounting Standards for First Time Application in the Current Period

A number of new standards, amendments to standards and interpretations are effective for the first time in the period ending 30 June 2014, and have been applied in preparing these consolidated financial statements. Details of these new standards are set out below. None of these has had a significant effect on the consolidated financial statements of the Company.

<i>New/revised Pronouncement</i>	AASB 10 Consolidated Financial Statements
<i>Superseded pronouncement</i>	AASB 127 and AASB Int 112
<i>Nature of change</i>	<p>AASB 10 establishes a revised control model that applies to all entities. It replaces the consolidation requirements in AASB 127 Consolidated and Separate Financial Statements and AASB Interpretation 112 Consolidation – Special Purpose Entities.</p> <p>The revised control model broadens the situations when an entity is considered to be controlled by another entity and includes additional guidance for applying the model to specific situations, including when acting as an agent may give control, the impact of potential voting rights and when holding less than a majority voting rights may give 'de facto' control. This is likely to lead to more entities being consolidated into the group.</p>
<i>Effective date</i>	1 January 2013
<i>Likely impact on initial application</i>	This standard was first adopted for the year ending 30 June 2014, there was no material impact on the transactions and balances recognised in the financial statements.
<i>New/revised Pronouncement</i>	AASB 11 Joint Arrangements
<i>Superseded pronouncement</i>	AASB 131 AASB Int 113
<i>Nature of change</i>	<p>AASB 11 replaces AASB 131 Interests in Joint Ventures and AASB Interpretation 113 Jointly-controlled Entities – Non-monetary Contributions by Ventures. AASB 11 uses the principle of control in AASB 10 to define joint control, and therefore the determination of whether joint control exists may change. In addition, AASB 11 removes the option to account for jointly-controlled entities (JCEs) using proportionate consolidation. Instead, accounting for a joint arrangement is dependent on the nature of the rights and obligations arising from the arrangement. Joint operations that give the venturers a right to the underlying assets and obligations for liabilities are accounted for by recognising the share of those assets and liabilities. Joint ventures that give the venturers a right to the net assets are accounted for using the equity method.</p>
<i>Effective date</i>	1 January 2013
<i>Likely impact on initial application</i>	This standard was first adopted for the year ended 30 June 2014, and there was no impact on transactions and balances recognised in the financial statements as the accounting treatment under the new standard was the same as the treatment applied previously.

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

<i>New/revised Pronouncement</i>	AASB 12 Disclosure of Interests in Other Entities
<i>Superseded pronouncement</i>	AASB 127 (in part), AASB 128 (in part), AASB 131 (in part)
<i>Nature of change</i>	AASB 12 includes all disclosures relating to an entity's interests in subsidiaries, joint arrangements, associates and structured entities. New disclosures introduced by AASB 12 include disclosures about the judgements made by management to determine whether control exists, and to require summarised information about joint arrangements, associates and structured entities and subsidiaries with non-controlling interests.
<i>Effective date</i>	1 January 2013
<i>Likely impact on initial application</i>	As this is a disclosure standard only, there was no impact on amounts recognised in the financial statements. However, additional disclosures were required for interests in associates and joint arrangements, as well as for unconsolidated structured entities
<i>New/revised Pronouncement</i>	AASB 127 Separate Financial Statements AASB 128 Investments in Associates and Joint Ventures
<i>Superseded pronouncement</i>	AASB 127 Consolidated and Separate Financial Statements AASB 128 Investments in Associates
<i>Nature of change</i>	As a consequence of issuing AASB 10, AASB 11 and AASB 12, revised versions of AASB 127 and AASB 128 have also been issued. AASB 127 now only deals with separate financial statements. AASB 128 incorporates the requirements in Interpretation 113 Jointly Controlled Entities – Non-Monetary Contributions by Venturers, and guidance relating to the equity method for associates and joint ventures.
<i>Effective date</i>	1 January 2013
<i>Likely impact on initial application</i>	These revised standards were adopted for the first time for the financial year ending 30 June 2014, there was no impact on the financial statements because they introduce no new requirements
<i>New/revised Pronouncement</i>	AASB 2011-7 Amendments to Australian Accounting Standards arising from the Consolidation and Joint Arrangements Standards
<i>Superseded pronouncement</i>	None
<i>Nature of change</i>	AASB 2011-7 makes various consequential amendments to Australian Accounting Standards arising from AASB 10, AASB 11, AASB 12, AASB 127 (August 2011) and AASB 128 (August 2011).
<i>Effective date</i>	1 January 2013
<i>Likely impact on initial application</i>	These amendments were first adopted for the year ending 30 June 2014, they and did not have any material impact on the entity given that they are largely of an editorial nature

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

(t) New Accounting Standards for Application in Future Periods

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2014, and have not been applied in preparing these consolidated financial statements. Details of these new standards are set out below. None of these is expected to have a significant effect on the consolidated financial statements of the Company.

<i>New/revised Pronouncement</i>	AASB 9 Financial Instruments (December 2010)
<i>Superseded pronouncement</i>	AASB 139 Financial Instruments: Recognition and Measurement (in part)
<i>Nature of change</i>	AASB 9 introduces new requirements for the classification and measurement of financial assets and liabilities. These requirements improve and simplify the approach for classification and measurement of financial assets compared with the requirements of AASB 139.
<i>Effective date</i>	1 January 2018
<i>Likely impact on initial application</i>	Given the current circumstances when this standard is first adopted for the year ended 30 June 2018, there will be no impact on the transactions and balances recognised in the financial statements.
<i>New/revised Pronouncement</i>	AASB 2012-3 Amendments to Australian Accounting Standards – Offsetting Financial Assets and Financial Liabilities
<i>Superseded pronouncement</i>	None
<i>Nature of change</i>	AASB 2012-3 adds application guidance to AASB 132 to address inconsistencies identified in applying some of the offsetting criteria of AASB 132, including clarifying the meaning of “currently has a legally enforceable right of set-off” and that some gross settlement systems may be considered equivalent to net settlement.
<i>Effective date</i>	1 January 2014
<i>Likely impact on initial application</i>	When AASB 2012-3 is first adopted for the year ending 30 June 2015, there will be no impact on the entity as this standard merely clarifies existing requirements in AASB 132.
<i>New/revised Pronouncement</i>	AASB 2013-3 Recoverable Amount Disclosures for Non-Financial Assets
<i>Superseded pronouncement</i>	None
<i>Nature of change</i>	These narrow-scope amendments address disclosure of information about the recoverable amount of impaired assets if that amount is based on fair value less costs of disposal
<i>Effective date</i>	1 January 2014
<i>Likely impact on initial application</i>	When these amendments are first adopted for the year ending 30 June 2015, they are unlikely to have any significant impact on the entity given that they are largely of the nature of clarification of existing requirements.
<i>New/revised Pronouncement</i>	AASB 2013-4 Amendments to Australian Accounting Standards – Novation of Derivatives and Continuation of Hedge Accounting
<i>Superseded pronouncement</i>	None
<i>Nature of change</i>	AASB 2013-4 makes amendments to AASB 139 Financial Instruments: Recognition & Measurement to permit the continuation of hedge accounting in circumstances where a derivative, which has been designated as a hedging instrument, is novated from one counterparty to a central counterparty as a consequence of laws or regulations
<i>Effective date</i>	1 January 2014
<i>Likely impact on initial application</i>	When these amendments are first adopted for the year ending 30 June 2015, they are unlikely to have any significant impact on the entity.

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

<i>New/revised Pronouncement</i>	AASB 1031 Materiality (December 2013)
<i>Superseded pronouncement</i>	None
<i>Nature of change</i>	The revised AASB 1031 is an interim standard that cross-references to other Standards and the Framework for the Preparation and Presentation of Financial Statements (issued December 2013) that contain guidance on materiality. The AASB is progressively removing references to AASB 1031 in all Standards and Interpretations, and once all these references have been removed, AASB 1031 will be withdrawn.
<i>Effective date</i>	1 January 2014
<i>Likely impact on initial application</i>	When this standard is adopted for the first time for the year ended 30 June 2015, it is unlikely to have any significant impact on the entity.
<i>New/revised Pronouncement</i>	AASB 2013-9 Amendments to Australian Accounting Standards – Conceptual Framework, Materiality and Financial Instruments (Part B: Materiality)
<i>Superseded pronouncement</i>	None
<i>Nature of change</i>	Part B of AASB 2013-9 deletes references to AASB 1031 in various Australian Accounting Standards (including Interpretations).
<i>Effective date</i>	1 January 2014
<i>Likely impact on initial application</i>	When these amendments are first adopted for the year ending 30 June 2015, they are unlikely to have any significant impact on the entity.
<i>New/revised Pronouncement</i>	AASB 2013-9 Amendments to Australian Accounting Standards – Conceptual Framework, Materiality and Financial Instruments (Part C: Financial Instruments) and AASB 2014-1
<i>Superseded pronouncement</i>	AASB 139 Financial Instruments: Recognition and Measurement (in part)
<i>Nature of change</i>	These amendments: <ul style="list-style-type: none"> – add a new chapter on hedge accounting to AASB 9 Financial Instruments, substantially overhauling previous accounting requirements in this area; – allow the changes to address the so-called ‘own credit’ issue that were already included in AASB 9 to be applied in isolation without the need to change any other accounting for financial instruments.
<i>Effective date</i>	1 January 2018
<i>Likely impact on initial application</i>	The entity has not yet assessed the full impact of these amendments.
<i>New/revised Pronouncement</i>	AASB 2014-1 Amendments to Australian Accounting Standards (Part A: Annual Improvements 2010–2012 and 2011–2013 Cycles)
<i>Superseded pronouncement</i>	None
<i>Nature of change</i>	Part A of AASB 2014-1 makes amendments to various Australian Accounting Standards arising from the issuance by the International Accounting Standards Board (IASB) of International Financial Reporting Standards Annual Improvements to IFRSs 2010-2012 Cycle and Annual Improvements to IFRSs 2011-2013 Cycle.
<i>Effective date</i>	1 July 2014
<i>Likely impact on initial application</i>	When these amendments are first adopted for the year ended 30 June 2015, there will be no material impact on the entity.

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

<i>New/revised Pronouncement</i>	AASB 2014-1 Amendments to Australian Accounting Standards (Part C: Materiality)
<i>Superseded pronouncement</i>	None
<i>Nature of change</i>	Part C of AASB 2014-1 makes amendments to particular Australian Accounting Standards to delete their references to AASB 1031 Materiality, which historically has been referenced in each Australian Accounting Standard.
<i>Effective date</i>	1 July 2014
<i>Likely impact on initial application</i>	When these amendments are first adopted for the year ended 30 June 2015, there will be no material impact on the entity.
<i>New/revised Pronouncement</i>	AASB 2014-1 Amendments to Australian Accounting Standards (Part D: Consequential Amendments arising from AASB 14)
<i>Superseded pronouncement</i>	None
<i>Nature of change</i>	Part D of AASB 2014-1 makes consequential amendments arising from the issuance of AASB 14.
<i>Effective date</i>	1 January 2016
<i>Likely impact on initial application</i>	When these amendments become effective for the first time for the year ending 30 June 2017, they will not have any impact on the entity.
<i>New/revised Pronouncement</i>	AASB 2014-1 Amendments to Australian Accounting Standards (Part E: Financial Instruments)
<i>Superseded pronouncement</i>	None
<i>Nature of change</i>	Part E of AASB 2014-1 makes amendments to Australian Accounting Standards to reflect the AASB's decision to defer the mandatory application date of AASB 9 Financial Instruments to annual reporting periods beginning on or after 1 January 2018. Part E also makes amendments to numerous Australian Accounting Standards as a consequence of the introduction of Chapter 6 Hedge Accounting into AASB 9 and to amend reduced disclosure requirements for AASB 7 Financial Instruments: Disclosures and AASB 101 Presentation of Financial Statements.
<i>Effective date</i>	1 January 2015
<i>Likely impact on initial application</i>	The entity has not yet assessed the full impact of these amendments.
<i>New/revised Pronouncement</i>	AASB Interpretation 21 Levies
<i>Superseded pronouncement</i>	None
<i>Nature of change</i>	Interpretation 21 addresses how an entity should account for liabilities to pay levies imposed by governments, other than income taxes, in its financial statements (in particular, when the entity should recognise a liability to pay a levy).
<i>Effective date</i>	1 January 2015
<i>Likely impact on initial application</i>	When this interpretation is first adopted for the year ending 30 June 2015, there will be no material impact on the financial statements as the entity is not subject any levies addressed by this interpretation

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

<i>New/revised Pronouncement</i>	Clarification of Acceptable Methods of Depreciation and Amortisation (Amendments to IAS 16 and IAS 38)
<i>Superseded pronouncement</i>	None
<i>Nature of change</i>	<p>The amendments to IAS 16 prohibit the use of a revenue-based depreciation method for property, plant and equipment. Additionally, the amendments provide guidance in the application of the diminishing balance method for property, plant and equipment.</p> <p>The amendments to IAS 38 present a rebuttable presumption that a revenuebased amortisation method for intangible assets is inappropriate.</p>
<i>Effective date</i>	1 January 2016
<i>Likely impact on initial application</i>	When these amendments are first adopted for the year ending 30 June 2017, there will be no material impact on the transactions and balances recognised in the financial statements
<i>New/revised Pronouncement</i>	Accounting for Acquisitions of Interests in Joint Operations (Amendments to IFRS 11)
<i>Superseded pronouncement</i>	None
<i>Nature of change</i>	<p>The amendments to IFRS 11 state that an acquirer of an interest in a joint operation in which the activity of the joint operation constitutes a 'business', as defined in IFRS 3 Business Combinations, should:</p> <ul style="list-style-type: none"> • apply all of the principles on business combinations accounting in IFRS 3 and other IFRSs except principles that conflict with the guidance of IFRS 11. This requirement also applies to the acquisition of additional interests in an existing joint operation that results in the acquirer retaining joint control of the joint operation (note that this requirement applies to the additional interest only, i.e. the existing interest is not remeasured) and to the formation of a joint operation when an existing business is contributed to the joint operation by one of the parties that participate in the joint operation; and • provide disclosures for business combinations as required by IFRS 3 and other IFRSs. <p>The Australian Accounting Standards Board (AASB) is expected to issue the equivalent Australian amendment shortly.</p>
<i>Effective date</i>	1 January 2016
<i>Likely impact on initial application</i>	When these amendments are first adopted for the year ending 30 June 2017, there will be no material impact on the transactions and balances recognised in the financial statements

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

	Consolidated	
	2014	2013
	\$	\$
2. Other Income		
Operating activities:		
Interest received and receivable from other persons	93,326	420,286
Research and development refund	986,032	320,376
	1,079,358	740,662
3. Expenses from Continuing Operations		
<i>Employee benefit expenses:</i>		
Benefits provided to employees	2,177,583	1,996,978
Charged to exploration and evaluation projects	(1,288,498)	(1,367,984)
Employee options expense	154,795	187,651
Total employee benefits expense	1,043,880	816,645
<i>Administrative expenses:</i>		
Audit fees	41,053	40,745
Other services paid to auditor	7,950	8,900
Company secretarial fees	120,000	120,000
Depreciation	213,596	276,953
Directors fees (non-executives)	198,705	212,085
Insurance and legal	55,779	58,651
Minimum lease rental payments	89,654	89,234
Office expenses	371,954	484,664
Recruitment and training	4,917	5,736
Shareholder communications	116,108	121,588
Expenditure allocated to exploration and evaluation projects	(309,989)	(300,498)
Total administrative expenses	909,727	1,118,058
4. Income Tax		
(a) The components of income tax expense comprise		
Current tax	–	–
Deferred tax	–	–
	–	–

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

	Consolidated	
	2014	2013
	\$	\$
4. Income Tax <i>continued</i>		
(b) The prima facie tax on loss from ordinary activities before income tax is reconciled to the income tax as follows:		
Net profit/(loss)	(1,592,314)	(1,224,851)
Prima facie tax benefit on profit/(loss) from ordinary activities before income tax at 30%	(477,694)	(367,455)
Add/(less) tax effect of:		
Permanent differences	53,336	63,180
Timing differences:		
Deductible capital raising costs	(129,698)	(114,705)
Allowable exploration and evaluation expenditure	(1,743,484)	(2,959,322)
Prior period exploration and evaluation expenses written off	209,547	5,449
Net non allowable expenses	16,549	21,342
	(2,071,444)	(3,351,510)
Tax effect of temporary differences and tax losses not brought to account as they do not meet the recognition criteria	(2,071,444)	(3,351,510)
(c) Unused tax losses and temporary differences for which no deferred tax asset has been recognised at 30%	(11,957,590)	(9,886,145)

5. Earnings Per Share

Weighted average number of ordinary shares outstanding during the period used in the calculation of basic and diluted EPS

No.	No.
339,978,666	334,474,309

The weighted average number of shares for the 2013 financial year has been reviewed for possible retrospective amendment as a result of the 2:5 non renounceable rights issue conducted by the Company during the year ended 30 June 2014 and as a result of the issue of shares as consideration for the acquisition of the 25% interest in the PJV (refer Note 21) and the issue of shares pursuant to the Shortfall Prospectus (refer Note 21) both of which were conducted subsequent to the 2014 year-end. The adjustment factor represented by the ratio of the fair value of all shares on issue before the closure of the Shortfall Prospectus and the theoretical share price as a result of the share issues was 1.0015.

The weighted average number of shares for the 2014 financial year was subjected to retrospective amendment as a result of the share issues of conducted subsequent to the year end. The adjustment factor represented by the ratio of the fair value of all shares on issue before the closure of the Shortfall Prospectus and the theoretical share price as a result of the share issues was 1.0013.

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

Consolidated
2014 2013
\$ \$

5. Earnings Per Share *continued*

The reconciliation of the weighted average number of shares for the financial year to the adjusted weighted average number of shares is as follows:

Weighted average number of ordinary shares outstanding	339,537,268	334,474,309
Adjustment factor	1.0013	1.0015
Adjusted weighted average number ordinary shares outstanding during the period used in the calculation of basic and diluted EPS	339,978,666	334,976,020

Options are considered potential ordinary shares. For the year ended 30 June 2014, their conversion to ordinary shares would have had the effect of reducing the loss per share from continuing operations. Accordingly the options were not included in the determination of diluted earnings per share for that period. Details relating to options are set out at notes 14(b) and 16(b).

6. Cash and Cash Equivalents

Cash at bank and on hand	2,931,300	7,921,620
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7. Trade and Other Receivables

Other receivables	33,029	661,391
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Other receivables at 30 June 2013 included \$415,175 representing Joint Venture partner contributions (exclusive of GST) received after year end but due and receivable at 30 June 2013. The Company's policy is to recognise Joint Venture partner contributions only on receipt. Where JV contributions relating to a period are received after the end of that period but prior to the date of the report, they are treated as a receivable as at the end of that period.

On 1 July 2014, the Company announced that it had issued a Notice of Default to Peterlumbo Joint Venture (PJV) partner, Mega Hindmarsh Pty Ltd ("Mega"), for its failure to pay JV contributions totalling \$2,954,984.94 to 31 March 2014.

On 8 July 2014, the Company announced that it had agreed to acquire Mega's, interest in the PJV. From the completion of the transaction on 14 July 2014, the joint venture was at an end and the parties were released from any future or outstanding contribution commitments or obligations generally. Accordingly at the date of this report, Joint Venture partner contributions due and receivable but not recognised were nil (2013: \$1,420,922).

8. Inventories

Diesel fuel	3,207	1,234
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9. Other Financial Assets

Non current

Deposits and Bonds	31,089	54,427
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Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

	Consolidated	
	2014	2013
	\$	\$
10. Plant and Equipment		
Plant and equipment at cost	834,791	1,376,846
Accumulated depreciation	(400,486)	(732,072)
Balance	434,305	644,774
Movements in property plant and equipment:		
Opening written down value	644,774	534,515
Additions	3,127	387,212
Disposals and zero value assets written off	(545,182)	(299)
Depreciation expense	(213,596)	(276,953)
Depreciation written back on disposal or write off of zero value assets	545,182	299
Balance at the reporting date	434,305	644,774
11. Exploration and Evaluation Asset		
Exploration and evaluation expenditure carried forward in respect of areas of interest are:		
Exploration and evaluation phase – at cost	26,045,307	20,932,184
Movement in exploration and evaluation asset:		
Opening balance – at cost	20,932,183	11,085,942
Capitalised exploration expenditure	5,831,188	9,877,052
Written off from discontinued areas of interest	(718,065)	(30,810)
Carrying amount at the end of the period	26,045,307	20,932,184
Recoverability of the carrying amount of exploration assets is dependent on the successful exploration and development of projects or alternatively through the sale of the areas of interest.		
12. Trade and Other Payables		
Current unsecured:		
Trade payables	113,986	1,390,901
Sundry payables and accrued expenses	59,219	64,353
Total payables (unsecured)	173,205	1,455,254
Trade and other payables are non-interest bearing and have maturity dates of less than 90 days. The fair value of the liabilities is determined in accordance with the accounting policies disclosed in Note 1 to the financial statements.		

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

Consolidated
2014 2013
\$ \$

13. Employee Benefit Provisions

a) Current

Annual Leave	211,981	157,070
Movement in the provision was as follows:		
Opening balance	157,070	134,184
Entitlements	144,225	98,370
Payments	(89,314)	(75,484)
Closing balance	211,981	157,070

b) Non Current

Long Service Leave	60,098	–
Movement in the provision was as follows:		
Opening balance	–	–
Entitlements	60,098	–
Payments	–	–
Closing balance	60,098	–

14. Contributed Equity

(a) Fully paid ordinary shares

42,176,482 40,309,316

The share capital of Investigator Resources Limited consists only of fully paid ordinary shares, which do not have a par value. All shareholders participate in dividends and the proceeds on winding up of the parent entity in proportion to the number of shares held. At 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.

Balance at the beginning of the reporting period	40,309,316	32,183,052
Shares issued in prior period	–	8,631,359
Issued for \$0.059 each pursuant to options exercise	25,960	–
Issued for \$0.04 each pursuant to 2:5 rights issue	2,091,095	–
Total shares issued during the financial year	2,117,055	8,631,359
Less share issue costs	(249,889)	(505,095)
Balance at reporting date	40,309,316	32,183,052

Number at the beginning of the reporting period	335,656,687	287,704,698
Shares issued in prior period	–	47,951,989
Issued for \$0.059 each pursuant to options exercise	440,000	–
Issued for \$0.04 each pursuant to 2:5 rights issue	52,277,386	–
Balance at reporting date	388,374,073	335,656,687

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

Consolidated
2014 2013
\$ \$

14. Contributed Equity *continued*

(a) Fully paid ordinary shares *continued*

On 8 July 2014, the Company announced that it had agreed to acquire Peterlumbo Joint Venture (PJV) partner Mega Hindmarsh's, interest in the PJV. Consideration for the acquisition was the issue of 12,011,569 shares in the Company escrowed for 12 months. The transaction was completed on 14 July 2014.

On 30 July 2014, the Company issued a prospectus to raise up to \$3,237,176 by offering the remaining Rights Issue Shortfall comprising up to 80,929,404 New Shares with 1 New Option for every 1 New Share allotted. New Shares would be issued at a price of \$0.04 per New Shares with each New Option being exercisable at \$0.10 per share and expiring on 31 March 2017. The Offer closed on 7 August 2014 following which 61,902,318 New Shares and Options were issued and \$2,476,092.72 was raised (before costs of the issue).

(b) Listed Options

Number at the beginning of the reporting period	–	–
Issued pursuant to 2:5 rights issue	52,277,386	–
Balance at reporting date	52,277,386	–

One new Option over fully paid ordinary shares was issued on 4 June 2014 for each New Share issued pursuant to the Company's 2:5 rights issue. A total of 52,277,386 options were issued. The options are listed on the ASX, have an exercise price of \$0.10 per share and an expiry date of 31 March 2017.

A total of 61,902,318 options were issued pursuant to the Rights Issue Shortfall prospectus which closed on 7 August 2014. The options are listed on the ASX, have an exercise price of \$0.10 per share and an expiry date of 31 March 2017.

(c) Unlisted Options

Balance at the beginning of the reporting period	7,105,000	4,445,000
Options issued to Key Management Personnel (KMP) during the period	2,000,000	1,870,000
KMP Options lapsed during the period	(1,330,000)	–
Options issued to Employees during the period	2,640,000	940,000
Employee options lapsed during the period	(105,000)	(150,000)
Employee Options exercised	(440,000)	–
Balance at reporting date	9,870,000	7,105,000

The Company issued 1,150,000 options to the Managing Director on 18 November 2013 pursuant to a resolution of shareholders at the Company's Annual General Meeting held on that date. The options are fully vested, unlisted, have an exercise price of 7.4 cents and may be exercised at any time prior to 18 November 2016.

Options were also issued to two other Key Management Personnel (850,000) and various employees (2,640,000) pursuant to the Company's Employee Share Option Scheme and in accordance with their employment contracts. The options are fully vested, unlisted and have exercise prices and expiry dates as set out in Note 16(b) below.

The fair value of all options issued during the year as part of employee remuneration was \$154,795 (2013: \$187,651) and was determined using the Black Scholes model (refer Note 16 (b) for further information).

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

15. Reserves

Share Option Reserve

The share option reserve records items recognised as expenses or issue costs on valuation of options. (Refer to the Statement of Changes in Equity for a reconciliation of movements in the Reserve.)

16. Share Based Payments

a) Shares

Pursuant to a resolution of shareholders passed at the Annual General Meeting on 21 November 2011, Directors are required to acquire 50,000 shares in the Company each year with the acquisition to be paid in lieu of increases in Directors' fees. The shares were acquired on market at a price of \$0.078 each. The cost of acquiring the shares including brokerage is included in the total of Directors fees disclosed at Note 3.

b) Unlisted Options

During the year unlisted fully vested options were issued to Key Management (including the Managing Director) and employees. Details of the options issued are set out at Note 14 (c) above.

The fair value of the options of \$154,795 was determined using the Black Scholes option pricing model using the following inputs:

Issue date	18 Nov 2013	18 Nov 2013	9 Jan 2014	9 Jan 2014	20 Feb 2014	18 Feb 2014	19 Mar 2014	21 May 2014
Share price (\$)	0.055	0.055	0.050	0.050	0.070	0.084	0.060	0.039
Exercise price (\$)	0.074	0.074	0.059	0.059	0.087	0.080	0.077	0.054
Volatility %	100.30	100.30	100.46	100.46	105.77	105.77	104.67	104.03
Risk free rate %	3.00	3.00	3.01	2.3.01	2.970	3.010	2.95	2.78
Days to expiry	1,096	1,096	1,096	1,096	1,096	1,096	1,096	1,096
Fair value of options \$	36,390	17,562	13,230	15,786	21,186	20,085	13,266	17,289

Details of share options issued to KMP and other employees and weighted average exercise prices were as follows:

	KMP		Employees	
	No of Options	Weighted Ave exercise price	No of Options	Weighted Ave exercise price
Outstanding at 1 July 2012	3,680,000	\$0.161	765,000	\$0.223
Granted	1,870,000	\$0.179	940,000	\$0.173
Lapsed	–	\$0.000	(150,000)	\$0.198
Exercised	–	–	–	–
Outstanding at 30 June 2013	5,550,000	\$0.167	1,555,000	\$0.195
Granted/Issued	2,000,000	\$0.078	2,640,000	\$0.063
Lapsed	(1,330,000)	\$0.103	(105,000)	\$0.213
Exercised	–	–	(440,000)	\$0.059
Outstanding at 30 June 2014	6,220,000	\$0.152	3,650,000	\$0.116

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

Consolidated
2014 2013
\$ \$

17. Cash Flow Information

Reconciliation of Cash Flow from Operations with Loss after Income Tax:

Loss from ordinary activities after income tax	(1,592,314)	(1,224,851)
Non-cash flows in profit from ordinary activities:		
Depreciation	213,596	276,953
Employee provisions – current	54,912	66,640
Employee provisions – non current	60,098	–
Employee options expense	154,795	187,651
Exploration expenditure written off	718,065	30,810
Changes in operating assets and liabilities:		
(Increase)/Decrease in receivables	213,186	(81,711)
(Increase)/Decrease in inventory	(1,973)	(1,234)
(Decrease)/Increase in creditors and accruals	(263,364)	290,233
Cash flows from operations	(442,999)	(455,509)

18. Interests in Joint Operations and Farm – in Arrangements

The consolidated entity had interests in unincorporated joint operations at 30 June 2014 as follows:

	Percentage Interest 2014	Percentage Interest 2013
(a) Peterlumbo – Silver Gold exploration. Subsequent to year end the Company agreed with the JV partner to acquire their 25% interest in the Joint Venture. From 14 July 2014, the Company became the 100% owner of the tenement the subject of the Joint Venture.	75%	75%
(b) Kimba – Copper, Gold, Silver and Uranium exploration (farm in).	51%	51%
(c) Pandanus West – During the year ended 30 June 2014, the Company completed the disposal of its interest in the tenements that were the subject of the farm in agreement.	nil%	60%
(d) Yalanda Hill - During the year ended 30 June 2014, the Company agreed with the JV partner to relinquish the tenements that were the subject of the farm in agreement	nil%	60%

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

19. Controlled Entities

Interests in controlled entities are as follows:

Name	Principal Activity	Country of Incorporation	Share	Ownership Interest		Carrying Amount of Investment	
				2014	2013	2014	2013
Sunthe Uranium Pty Ltd	Mineral exploration	Australia	Ordinary	100%	100%	1	1
Gilles Resources Pty Ltd	Mineral exploration	Australia	Ordinary	100%	100%	1	1
Silver Eyre Pty Ltd	Mineral exploration	Australia	Ordinary	100%	100%	1	1
Kimba Minerals Pty Ltd	Mineral exploration	Australia	Ordinary	100%	100%	1	1
Goyder Resources Pty Ltd	Mineral exploration	Australia	Ordinary	100%	100%	1	1
Gawler Resources Pty Ltd	Mineral exploration	Australia	Ordinary	100%	100%	1	1

20. Expenditure Commitments and Contingent Liabilities

a) Exploration Expenditure Commitments

The consolidated entity has certain obligations to perform exploration work and expend minimum amounts of money on such works on mineral exploration tenements.

These obligations will vary from time to time, subject to statutory approval. The terms of current and future joint ventures, the grant or relinquishment of licences and changes to licence areas at renewal or expiry, will alter the expenditure commitments of the consolidated entity.

Total expenditure commitments at balance date in respect of minimum expenditure requirements not provided for in the financial statements are approximately:

	2014	2013
Not later than one year	1,998,925	1,651,035
Later than one year but not later than two years:	758,160	555,687
Later than two years but not later than five years	–	–

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

20. Expenditure Commitments and Contingent Liabilities *continued*

b) Office Rental

The consolidated entity has entered into rental agreements to occupy its premises in Brisbane and Adelaide. Total expenditure commitments at balance date in respect of minimum expenditure requirements not provided for in the financial statements are approximately:

	2014	2013
Not later than one year	183,225	154,255
Later than one year but not later than two years	70,072	143,286
Later than two years but not later than five years	–	68,465

21. Subsequent Events

On 1 July 2014, the Company announced that it had issued a Notice of Default to Peterlumbo Joint Venture (PJV) partner, Mega Hindmarsh Pty Ltd ("Mega"), for its failure to pay JV contributions totalling \$2,954,984.94 to 31 March 2014.

On 30 July 2014, the Company issued a prospectus to raise up to \$3,237,176 by offering the remaining Rights Issue Shortfall comprising up to 80,929,404 New Shares with 1 New Option for every 1 New Share allotted. New Shares would be issued at a price of \$0.04 per New Share with each New Option being exercisable at \$0.10 per share and expiring on 31 March 2017. The Offer closed on 7 August 2014 following which 61,902,318 New Shares and Options were issued and \$2,476,092.72 (before costs of the issue) was raised.

On 21 August 2014, the Company announced that through its wholly owned subsidiary Gawler Resources Pty Ltd it had entered into a farm in and Joint Venture agreement with Adelaide Resources Limited's wholly owned subsidiary Peninsula Resources Limited to explore and develop the Thurlga tenement (EL5419) which adjoins the western margin of the Company's Peterlumbo tenement including the Paris silver project. The principal terms of the agreement are as follows:

- The Company must spend \$200,000 within 12 months of signing the agreement before it can withdraw.
- The Company can earn 75% equity interest in the Joint Venture through the total expenditure of \$750,000 by 30 June 2017.
- Once the Company has earned a 75% equity interest, further Joint Venture expenditure contributions will be pro rata, or else a non-contributing party's equity will be diluted using the standard industry formula.
- Should a party's equity in the Joint Venture fall to 5%, its share will be automatically acquired by the other party in exchange for 1% NSR Royalty.
- The Company will manage the Joint Venture during the farm-in stage, and while ever it holds majority equity.

On 25 August 2014 the Company received a Research and Development tax refund of \$2,302,250 for experimental work conducted as part of the Company's studies of nature of the geology and the mineral potential of its Gawler Craton tenements.

Other than as disclosed in this report, there has not arisen in the interval between the end of the reporting period and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors, to significantly affect the operations of the entity, the results of those operations or the state of affairs of the Company in future financial years.

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

22. Related Party Disclosures

During the year there were no transactions between related parties, other than those noted in the audited Remuneration Report. Where transactions with related parties occur, they are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Transactions with Key Management Personnel

Key management personnel remuneration includes the following expenses:

	2014	2013
Short term employee benefits:		
Salaries including bonuses	1,044,574	916,100
Total short term employee benefits	1,044,574	916,100
Long-term benefits:		
Long service leave	60,098	–
Total other long-term benefits	60,098	–
Post-employment benefits:		
Defined contribution pension plans	133,053	96,074
Total post-employment benefits	133,053	96,074
Share-based payments	77,661	116,504
Total remuneration	1,315,386	1,128,678

23. Financial Instruments

a) Financial Risk Management

The consolidated entity's financial instruments consist mainly of deposits with banks, short-term investments, accounts receivable, accounts payable and loans to related parties.

i) Treasury Risk Management

The Board of the consolidated entity considers interest rate exposure and evaluates treasury management strategies in the context of the most recent economic conditions and forecasts.

ii) Financial Risks

The main risks the consolidated entity is exposed to through its financial instruments are liquidity risk and credit risk. The consolidated entity has no exposure to foreign currency risk.

Liquidity risk

The consolidated entity manages liquidity risk by monitoring forecast cash flows.

Credit risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the balance sheet and notes to the financial statements.

The credit risk for cash and cash equivalents is considered negligible as the consolidated entity invests its surplus funds with reputable Australian banks with high quality external credit ratings. The consolidated entity does not have any other material credit risk exposure to any single material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the consolidated entity.

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

2014
\$

2013
\$

23. Financial Instruments *continued*

b) Financial Instruments

i) Interest Rate Risk, Financial Instrument Composition and Maturity Analysis

The consolidated entity's exposure to interest rate risk is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates.

The following table details the period to maturity and exposure to interest rate risk at the reporting date. All other financial assets and liabilities are non-interest bearing and have maturity dates of less than 90 days.

	Weighted Average Interest Rate	Average Cash Balance \$
2014		
Cash and cash equivalents	2.1%	4,376,460
2013		
Cash and cash equivalents	3.1%	13,778,518

ii) Net Fair Values

The carrying amount of financial assets and financial liabilities recorded in the financial statements represents their respective net fair values, determined in accordance with the accounting policies disclosed in Note 1 to the financial statements.

iii) Sensitivity Analysis

The group has performed sensitivity analysis relating to its exposure to interest rate risk at balance date. The sensitivity analysis demonstrates the effect on the current year results and equity which could result from a change in these risks.

Interest Rate Sensitivity Analysis

At 30 June 2014, the effect on profit and equity as a result of changes in the interest rate, with all other variables remaining constant would be as follows:

	Consolidated 2014 \$	2013 \$
Change in profit:		
Increase in interest rate by 2%	87,529	275,570
Decrease in interest rate by 2%	(87,529)	(275,570)
Change in Equity		
Increase in interest rate by 2%	87,529	275,570
Decrease in interest rate by 2%	(87,529)	(275,570)

Notes to the Financial Statements *cont*

FOR THE YEAR ENDED 30 JUNE 2014

	2014 \$	2013 \$
24. Parent Entity Information		
Statement of Financial Position		
Current assets	2,967,536	8,584,244
Total assets	29,478,237	30,215,630
Current liabilities	385,187	1,612,324
Total liabilities	445,285	1,612,324
Net assets	29,032,953	28,603,306
Equity		
Issued capital	42,176,482	40,309,316
Share option reserve	747,795	593,000
Accumulated losses	(13,891,325)	(12,299,010)
Total equity	29,032,953	28,603,306
Statement of Profit or Loss and Other Comprehensive Income		
Income	1,079,358	740,662
(Loss) for the year	(1,592,314)	(1,224,851)
Commitments for the parent entity are the same as those for the consolidated entity and are set out at Note 20.		
The parent entity has not entered into a deed of cross guarantee nor are there any contingent liabilities at year end.		

25. Segment Information

The consolidated entity has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources. The consolidated entity operates in a single operating segment: that of the mineral exploration industry in Australia.

26. Company Information

The registered office and principal place of business is as follows:

Suite 48, Level 3 Benson House
2 Benson Street
TOOWONG QLD 4066

27. Authorisation of Financial Statements

The consolidated financial statements for the year ended 30 June 2014 (including comparatives) were approved and authorised for issue by the Board of Directors on 26 August 2014.

Directors' Declaration

The Directors of the company declare that:

1. the financial statements and notes are in accordance with the *Corporations Act 2001* and:
 - a. comply with Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*; and
 - b. give a true and fair view of the financial position as at 30 June 2014 and of the performance for the year ended on that date of the company and consolidated group;
2. the Chief Executive Officer and Chief Finance Officer have each declared that:
 - a. the financial records of the company for the financial year have been properly maintained in accordance with section 286 of the *Corporations Act 2001*;
 - b. the financial statements and notes for the financial year comply with the Accounting Standards; and
 - c. the financial statements and notes for the financial year give a true and fair view;
3. 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.
4. Note 1 confirms that the consolidated financial statements also comply with International Financial Reporting Standards

Signed in accordance with a resolution of the Directors.



R Marshall OBE
Chairman



J A Anderson
Managing Director

Brisbane
26 August 2014

Independent Auditor's Report



Grant Thornton Audit Pty Ltd
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Independent Auditor's Report

To the Members of Investigator Resources Limited

Report on the financial report

We have audited the accompanying financial report of Investigator Resources Limited (the "Company"), which comprises the consolidated statement of financial position as at 30 June 2014, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and 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 of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001*. The Directors' responsibility also includes such internal control as the Directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. The Directors also state, in the notes to the financial report, in accordance with Accounting Standard AASB 101 Presentation of Financial Statements, the financial statements comply 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. Those standards require us to 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 Company's preparation of the financial report that gives a true and fair view 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 Company's internal control.

Independent Auditor's Report *cont*



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 Investigator Resources 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 2014 and of its performance for the year ended on that date; and
 - ii complying with Australian Accounting Standards and the Corporations Regulations 2001; and
- b the financial report also complies with International Financial Reporting Standards as disclosed in the notes to the financial statements

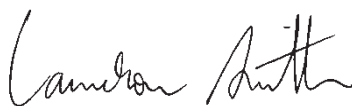
Report on the remuneration report

We have audited the remuneration report included in pages 5 to 9 of the directors' report for the year ended 30 June 2014. 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 on the remuneration report

In our opinion, the remuneration report of Investigator Resources Limited for the year ended 30 June 2014, complies with section 300A of the *Corporations Act 2001*.


GRANT THORNTON AUDIT PTY LTD
Chartered Accountants



C D J Smith
Partner – Audit & Assurance

Brisbane, 26 August 2014

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Corporate Governance Statement

The Board of Directors of Investigator Resources Limited is responsible for the corporate governance of the Company. The Board guides and monitors the business and affairs of the Company on behalf of the shareholders by whom they are elected and to whom they are accountable.

The Board is committed to achieving and demonstrating the highest standards of corporate governance which are consistent with the current size and stage of development of the Company.

Compliance with ASX corporate governance guidelines and best practice recommendations

The Australian Securities Exchange Corporate Governance Council has issued the *Corporate Governance Principles and Recommendations 2nd Edition with 2010 Amendments* ('Guidelines') applying to listed entities.

The Board has assessed the Company's current practice against the Guidelines and except where disclosed below, the best practice recommendations of the ASX Corporate Governance Council have been applied. This statement incorporates the disclosures required by the ASX Principles under the headings of the eight core principles.

Further information on the Company's corporate governance policies and practices can be found on the website at www.investres.com.au.

Principle 1: Lay Solid Foundations for Management and Oversight

The Board of Directors is responsible for the corporate governance of the Company and operates in accordance with the principles set out in its Board Charter which is available in the corporate governance section of Investigator Resources' website. The Charter establishes the responsibilities reserved to the Board which include:

- Setting the overall strategy for the Company.
- Appointing and where appropriate removing the Managing Director and the Company Secretary.
- Monitoring and assessing management's performance in achieving any strategies and budgets approved by the Board.
- Setting the criteria for, and evaluating at least annually, the performance of the Managing Director.
- Supervising the Company's framework of control and accountability systems to enable risk to be assessed and managed.
- Monitoring the financial performance of the Company.
- Monitoring and ensuring compliance with all of the Company's legal obligations, in particular those obligations relating to the environment, native title, cultural heritage and occupational health and safety.
- Approving the Company's budgets, including operational and capital budgets.
- Approving significant acquisitions, expenditures and divestments.
- Approving the annual and half yearly financial statements.
- Ensuring the market and shareholders are fully informed of material developments in relation to the affairs of the Company.

The responsibility for the operation and administration of the Company is delegated by the Board to the Managing Director (MD). The Board ensures that the MD is appropriately qualified and experienced to discharge his responsibilities and has in place procedures to monitor performance. The Board reviews the performance of the MD on an annual basis and is putting in place a set of key performance indicators which are being established with reference to the Company's strategy and the MD's individual responsibilities. The MD is responsible for the review and monitoring of the performance of senior executives.

Principle 2: Structure the Board to Add Value

The names of the members of the Board as at the date of this report are as follows:

- Mr Roger Marshall OBE (Chairman) – Non Executive Director
- Mr John Anderson – Managing Director
- Mr Bruce Foy – Non Executive Director
- Mr David Jones – Non Executive Director

Corporate Governance Statement *cont*

When determining whether a non-executive Director is independent the Director must not fail any of the following materiality thresholds:

- less than 5% of company shares are held by the Director and any entity or individual directly or indirectly associated with the Director;
- no sales are made to or purchases made from any entity or individual directly or indirectly associated with the Director; and
- none of the Directors' income or the income of an individual or entity directly or indirectly associated with the Director is derived from a contract with any member of the economic entity other than income derived as a Director of the entity.

The Board have considered the position of the Directors and consider that all non-executive Directors are "independent" as defined by the Guidelines. The Board believes that the level of skill and experience possessed by individual Directors is appropriate for the company's size and complexity. Directors have considerable Board experience and bring an independent mind to all dealings with the Company. Thus shareholders can be confident that Board decisions will be made with a high level of independence.

Role of the Chairman

The Board Charter provides that the Chairman should be an independent director and should not hold the role of Chief Executive Officer.

The Chairman is responsible for leadership of the Board, for the efficient organisation and conduct of the Board's function, for the briefing of all Directors in relation to issues arising at Board meetings and for shareholder communication.

Committees

The Board considers that the Company is not currently of a size, nor are its affairs of such complexity, to justify the establishment of separate board committees. All matters which might otherwise be delegated to committees are dealt with by the full Board.

Performance Evaluation

Due to the size and makeup of the Board, Directors considered that there is significant feedback provided by Board members on the performance of the Board. Accordingly no performance evaluation was performed during the 2014 financial year.

Independent Professional Advice and Access to Information

Each Director has the right of access to all relevant information in the Company in addition to access to the Company's executives. Each Director also has the right to seek independent professional advice subject to prior consultation with, and approval from, the chairman. This advice will be provided at the Company's expense and will be made available to all members of the Board.

Insurance

The Company has in place a Directors and Officers liability insurance policy providing a specified level of cover for current and former Directors and executive Officers of the Company against liabilities incurred whilst acting in their respective capacity.

Principle 3: Promote ethical and responsible decision-making

Code of Conduct

The Company recognises the importance of establishing and maintaining high ethical standards and decision making in conducting its business and is committed to increasing shareholder value in conjunction with fulfilling its responsibilities as a good corporate citizen. All Directors, managers and employees are expected to act with the utmost integrity, honesty and objectivity, striving at all times to enhance the reputation and performance of the Company.

The Company has established a Code of Conduct and a Directors and Officers Code of Conduct, copies of which are available on Investigator Resources' website under the corporate governance section. New employees are introduced to the Code of Conduct as part of their induction training. Employees sign a declaration confirming receipt of the Code of Conduct and their compliance with it. Periodic training is then provided throughout the course of their employment.

Unethical practices, including fraud, legal and regulatory breaches, and policy breaches are required to be reported on a timely basis to management. Reporting parties are able to do so without fear of reprisal or retribution as their identity and report are kept in the strictest confidence.

Corporate Governance Statement *cont*

Share Trading Policy

The Company has established a share trading policy which governs the trading in the Company's shares and applies to all Directors and employees of the Company. The policy is available in the Corporate Governance section of the Investigator Resources' website.

Under the share trading policy, an executive, employee or director must not trade in any securities of the Company at any time when they are in possession of unpublished, price sensitive information in relation to those securities.

No acquisitions or sales of Company securities may be made during closed periods i.e. the time from the end of a quarter until 24 hours following the release of the quarterly cash flow report nor prior to any anticipated announcement to the ASX nor for a 24 hour period after the announcement. Trading of securities outside the trading windows can only occur in exceptional circumstances and with the approval of the Chairman or Company Secretary.

As required by the ASX listing rules, the Company notifies the ASX of any transaction in the securities of the Company conducted by Directors.

Diversity Policy

The Company recognises that a diverse workforce, senior management and Board can enhance business performance and productivity and has implemented a diversity policy in support of these aims. The Company is committed to promoting an environment which is conducive to the appointment and development of well qualified employees, senior management and Board candidates and to the extent that it is consistent with the current size, nature and complexity of the organisation, to embracing diversity when determining the composition of employees, senior management and the Board. While embracing the concept of diversity, the Board is of the view that at this time, it is inappropriate to establish measurable diversity objectives or targets and to tie diversity objectives to the Key Performance Indicators for the Board, CEO and senior executives.

Principle 4: Safeguard integrity in financial reporting

Certification of Financial Reports

The Managing Director and Chief Financial Officer state in writing to the Board each reporting period that the Company's financial reports present a true and fair view, in all material respects, of the Company's financial condition and operational results and are in accordance with relevant accounting standards.

Auditor independence

The external auditor, Grant Thornton, has declared its independence to the Board through the provision of its Auditor's Independence Declaration to the Board, which states that there have been no contraventions of auditor independence requirements as set out in the Corporations Act or any auditors' professional code.

Principle 5: Make timely and balanced disclosure

Investigator Resources has established policies and procedures to ensure timely and balanced disclosure of all material matters concerning the Company, and to ensure that all investors have access to information on the Company's financial and operational performance. This ensures that the Company is compliant with the information disclosure requirements under the ASX Listing Rules.

These policies and procedures include a comprehensive Disclosure Policy that includes identification of matters that may have a material impact on the price of Investigator Resources securities, notifying them to the ASX, posting relevant information on the Company's website and issuing media releases.

The policy is available in the Corporate Governance section of the Investigator Resources' website

Principle 6: Respect the rights of shareholders

Investigator Resources Limited has established a Shareholder Communication Policy which describes the Company's approach to promoting effective communication with shareholders which includes:

- The annual report, including relevant information about the operations of the Company during the year, key financial information, changes in the state of affairs and indications of future developments. The annual report can be accessed either through the ASX website or Annual Reports section of the Company's website.

Corporate Governance Statement *cont*

- The half year and full year financial results are announced to the ASX and are available to shareholders via the Investigator Resources and ASX websites.
- All announcements made to the market and related information (including presentations to investors and information provided to analysts or the media during briefings), are made available to all shareholders under the investor information section of Investigator Resources' website after they have been released to the ASX.
- Detailed notices of shareholder meetings are sent to all shareholders in advance of the meeting.
- Shareholding details are available through the Company's share register, Computershare Investor Services Pty Ltd.

The Board encourages full participation by shareholders at the Annual General Meeting to ensure a high level of Director accountability to shareholders and shareholder identification with the Company's strategy and goals. Important issues are presented to the shareholders as single resolutions. Shareholders are requested to vote on matters such as the adoption of the Company's remuneration report, the granting of options and shares to Directors and changes to the Constitution.

The external auditor attends the Annual General Meeting to answer any questions concerning the audit of the Company and the contents of the auditor's report.

Principle 7: Recognise and manage risk

Risk Management Framework

Investigator Resources Limited recognises that the identification and management of risk is central to the Company's strategy of delivering value to shareholders through its exploration and development activities.

The Company has developed a Risk Management Policy which sets out a framework for a system of risk management and internal compliance and control, whereby the Board delegates day-to-day management of risk to the Managing Director. The Managing Director, with the assistance of senior management as required, has the responsibility for identifying, assessing, treating and monitoring risks and reporting to the Board on risk management.

Corporate Reporting

The Board has required management to design and implement a risk management and internal control system to manage the Company's material business risks and to report on whether those risks are being effectively managed.

The Managing Director and Chief Financial Officer have reported and declared in writing to the Board as to the effectiveness of the Company's management of its material business risks, in accordance with Recommendation 7.2 of the ASX Corporate Governance Principles.

The Board has received the relevant declarations from the Managing Director and Chief Financial Officer in accordance with s295A of the *Corporations Act 2001* and the relevant assurances required under Recommendation 7.3 of the ASX Corporate Governance Principles.

Principle 8: Remunerate fairly and responsibly

The 'Remuneration Report' section of the Directors' Report sets out the structure of remuneration of non-executive directors and of executives. The Report also details the nature and amount of each element of the remuneration of each non-executive Director and executive.

The Board assesses the appropriateness of the nature and amount of remuneration by reference to relevant employment market conditions with the overall objective of ensuring maximum stakeholder benefit from the retention of a high quality Board and management team.

The current non-executive directors' fee pool is \$300,000 (inclusive of statutory superannuation).

Shareholders will be asked to adopt, as a non-binding vote, the Remuneration Report as contained in the Directors' Report for the financial year ended 30 June 2014.

Corporate Governance Checklist

Checklist of Corporate Governance Principles and Recommendations

The table below contains each of the ASX Best Practice Recommendations. Where the company has complied with a recommendation during the reporting period, this is indicated with a "Yes" in the appropriate column. Where the company considered it was not appropriate to comply with a particular recommendation, this is indicated with a "No" and the company's reasons are set out in the corresponding note appearing at the end of the table.

No	Description	Comply	Note
1	Lay solid foundations for management and oversight		
1.1	Formalise and disclose the functions reserved to the Board and those delegated to management.	Yes	
1.2	Companies should disclose the process for evaluating the performance of senior executives	Yes	
1.3	Provide the information indicated in the Guide to reporting on Principle 1.	Yes	
2	Structure the Board to add value		
2.1	A majority of the Board should be independent Directors.	Yes	
2.2	The Chairperson should be an independent Director.	Yes	
2.3	The roles of Chairperson and Managing Director should not be exercised by the same individual.	Yes	
2.4	The Board should establish a Nomination Committee.	No	1
2.5	Disclose the process for evaluating the performance of the board, its committees and individual Directors.	Yes	
2.6	Provide the information indicated in the Guide to reporting on Principle 2.	Yes	
3	Promote ethical and responsible decision making		
3.1	Establish a code of conduct and disclose the code or a summary of the code.	Yes	
3.2	Establish a policy concerning diversity and disclose the policy or a summary of that policy.	Yes	
3.3	Disclose in each annual report the measurable objectives for achieving gender diversity set by the Board in accordance with the diversity policy and progress towards achieving them.	No	2
3.4	Disclose in each annual report the proportion of women employees in the whole organisation, women in senior executive positions and women on the Board.	No	2
3.5	Provide the information indicated in the Guide to reporting on Principle 3.	Yes	
4	Safeguard integrity in financial reporting		
4.1	The Board should establish an Audit Committee.	No	1
4.2	Structure the Audit Committee so that it consists of: <ul style="list-style-type: none"> • only Non-Executive Directors. • a majority of Independent Directors. • an independent Chairperson, who is not chairperson of the Board. • at least three members. 	n/a	
4.3	The Audit Committee should have a formal charter.	n/a	
4.4	Provide the information indicated in the Guide to reporting on Principle 4.	n/a	

Corporate Governance Checklist *cont*

No	Description	Comply	Note
5	Make timely and balanced disclosure		
5.1	Establish written policies and procedures designed to ensure compliance with ASX Listing Rule disclosure requirements to ensure accountability at a senior management level for that compliance.	Yes	
5.2	Provide the information indicated in the Guide to reporting on Principle 5.	Yes	
6	Respect the rights of shareholders		
6.1	Design a communications policy for promoting effective communication with shareholders, and encouraging their participation at general meetings and disclose their policy or a summary of that policy.	Yes	
6.2	Provide the information indicated in the Guide to reporting on Principle 6.	Yes	
7	Recognise and manage risk		
7.1	The Board or appropriate Board Committee should establish policies on risk oversight and management.	Yes	
7.2	The Board has required management to design and implement a risk management and internal control system to manage the entity's material business risks and report to it on whether those risks are being managed effectively and management has reported to the board as to effectiveness of the entity's management of its material business risks.	Yes	
7.3	The Managing Director (or equivalent) and the Chief Financial Officer (or equivalent) should state to the Board in writing that: <ul style="list-style-type: none"> the statement given in accordance with best practice recommendation 4.1 (the integrity of financial statements) is founded on a sound system of risk management and internal compliance and control which implements the policies adopted by the Board, the Company's risk management and internal compliance and control system is operating efficiently and effectively in all material respects. 	Yes	
7.4	Provide the information indicated in the Guide to reporting on Principle 7.	Yes	
8	Remunerate fairly and responsibly		
8.1	The Board should establish a Remuneration Committee	No	1
8.2	The Remuneration Committee should be structured so that it: <ul style="list-style-type: none"> consists of a majority of independent Directors is chaired by an independent Chair has at least three members 	n/a	
8.3	Provide the information indicated in the Guide to reporting on Principle 8.	n/a	

Notes:

- The Board considers that the Company is not currently of a size, nor are its affairs of such complexity, to justify the establishment of separate board committees. All matters which might otherwise be delegated to committees are dealt with by the full Board.
- While embracing the concept of diversity, the Board is of the view that at this time, it is inappropriate to establish measurable diversity objectives or targets and to tie diversity objectives to the Key Performance Indicators for the Board, CEO and senior executive.

Mineral Resources Statement

AT 30 SEPTEMBER 2014

Paris Project, South Australia

Resource Category	Tonnes	Silver grade	Contained silver	Lead grade	Contained lead
	(Mt)	(g/t)	(Moz)	(%)	(kt)
Inferred	5.9	110	20	0.6	38

Notes for Paris:

- The Paris Project is within the Peterlumbo tenement (EL5368) on the Eyre Peninsula, South Australia and is held by Sunthe Uranium Pty Ltd, a wholly owned subsidiary of Investigator Resources Ltd.
- The Mineral Resource is reported in accordance with the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (2012 JORC Code).
- The Mineral Resource is reported in accordance with the 2012 JORC Code by Competent Person, Mr Bruce Godsmark (MAuslMM), who is an employee of Mining Plus Pty Ltd, who was contracted to estimate the maiden Mineral Resource as the independent Competent Person.
- The Mineral Resource estimate is based on 30g/t silver cut-off grade, with a silver price of US\$30/oz, lead price of US\$2,100/t, an exchange rate of \$A1.0=US\$0.9 has been assumed and is dated 15 October 2013.
- The Paris Mineral Resource was first reported on 15 October 2013, within the financial year which is the subject of this report. Accordingly there was no Mineral Resource as at the end of the 2013 financial year and there has been no Annual Review undertaken. There have been no changes to the Mineral Resource between the end of the financial year and the date of this Mineral Resource Statement.
- 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 and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. 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.

Tenement Schedule

AS AT 30 SEPTEMBER 2014

Tenement Number (EL)	Tenement Name	Registered Holder	Tenement Area km ²	Expenditure Commitment \$A	Term
Project: East Eyre Peninsula (IVR 100%)			1,702		
5109	Lake Gilles	GRL	605	360,000	28/11/2014
4841	Moonabie	GRL	292	240,000	13/03/2016
4860	Moseley Nobs	GRL	254	360,000	04/07/2015
5406	Botenella Gate	GRL	66	140,000	19/04/2016
4726	Barna Hill	GRL	79	160,000	26/04/2015
4827	Mt Nott	GRL	234	230,000	16/01/2016
5229	Moongi	GRL	12	66,000	30/04/2015
5230	Drekurmi	GRL	12	60,000	30/04/2015
5270	Cootra	GRL	148	90,000	12/06/2015
Project: Peterlumbo (IVR 100%)			583		
5368	Peterlumbo	Sunthe	583	680,000	02/03/2016
Project: Uno/Morgans (IVR 100%)			342		
4769	Uno Range	GRL	106	80,000	31/07/2015
4828	Morgans	GRL	236	110,000	16/01/2016
Project: West Eyre Peninsula (IVR 100%)			822		
5388	Mt Centre	IVR	128	80,000	26/03/2016
5436	Emerald Rise	IVR	571	170,000	06/07/2016
5389	Scrubby Peak	IVR	97	80,000	26/03/2016
7/14	Googs Lake	IVR	26	Application	
Project: Northern Yorke Peninsula (IVR 100%)			1,084		
5444	The Hummocks	GOY	834	440,000	29/06/2016
4618	Bute	GOY	250	590,000	28/11/2014
Project: Adelaide Geo-Syncline (IVR 100%)			183		
5153	Witchitie *	IVR	183	95,000	13/01/2015
Project: Kimba/Caralue JV (IVR 51%, Ellembay 49%)			384		
4938	Kimba	IVR (51%), Ellembay (49%)	384	260,000	05/11/2015
Project: Thurlga JV (GRL earning to 75%, PRL)			333		
5419	Thurlga	PRL, GRL earning to 75%	333	480,000	03/05/2016
TOTAL GRANTED PROJECT TENEMENT AREA			5,407		
TOTAL PROJECT TENEMENT APPLICATION AREA			26		

Note: IVR – Investigator Resources Ltd.
 GRL – Gawler Resources Pty Ltd, a wholly owned subsidiary of Investigator Resources Ltd.
 Sunthe – Sunthe Uranium Pty Ltd, a wholly owned subsidiary of Investigator Resources Ltd.
 GOY – Goyder Resources Pty Ltd, a wholly owned subsidiary of Investigator Resources Ltd.
 Ellembay – Ellembay Consulting Pty Ltd.
 PRL – Peninsula Resources Ltd, a wholly owned subsidiary of Adelaide Resources Ltd.
 * – tenement surrendered 5 September 2014, pending Ministerial consent.

Shareholder Information

AS AT 16 SEPTEMBER 2014

TWENTY LARGEST SHAREHOLDERS

	Name	Units	%
1	CITIC AUSTRALIA PTY LTD	67,097,772	14.51
2	NATIONAL NOMINEES LIMITED	13,189,380	2.85
3	GREGMAL NOMINEES PTY LIMITED <GREGMAL CAPITAL A/C>	12,710,633	2.75
4	MEGA REDPORT LTD	12,011,569	2.60
5	J P MORGAN NOMINEES AUSTRALIA LIMITED	10,985,707	2.38
6	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	8,080,099	1.75
7	EQUITY TRUSTEES LIMITED <LOWELL RESOURCES FUND A/C>	6,099,656	1.32
8	CITICORP NOMINEES PTY LIMITED <COLONIAL FIRST STATE INV A/C>	3,973,422	0.86
9	MR BRUCE EDWARD FOY + MRS ELIZABETH MARY FOY <CECILTON SUPER FUND A/C>	3,901,338	0.84
10	MR DEZONG YUAN	3,782,337	0.82
11	ROBERTSON ARCHITECTURAL SERVICES PTY LTD <ROBERTSON FAMILY S/F A/C>	3,500,000	0.76
12	DR JOHN HENRY ADDISON MCMAHON	3,383,000	0.73
13	MR BRIAN JOHN ANDERSON	3,340,000	0.72
14	BOND STREET CUSTODIANS LIMITED <STX - V13903 A/C>	3,081,671	0.67
15	MAPT PTY LIMITED <MAP THOM SUPER FUND A/C>	3,000,000	0.65
16	WOREE INVESTMENTS PTY LTD <BUNGALOW SUPER FUND A/C>	2,869,747	0.62
17	MYRTLEMONT PTY LTD <ERENDIRK SUPER FUND A/C>	2,857,199	0.62
18	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED <NT-COMNWLTH SUPER CORP A/C>	2,510,726	0.54
19	GREGORACH PTY LTD	2,500,000	0.54
20	MR YU XUAN YUAN	2,390,076	0.52
TOTAL TOP 20 SHAREHOLDERS		171,264,332	37.05

DISTRIBUTION OF SHAREHOLDERS

Range	Total Holders	Shares	% Issued Capital
1 – 1,000	153	20,421	0.00%
1,001 – 5,000	482	1,661,535	0.36%
5,001 – 10,000	516	4,210,884	0.91%
10,001 – 100,000	1,884	71,167,693	15.39%
100,001 – 9,999,999,999	591	385,227,427	83.33%
Total	3,626	462,287,960	100.00%
Unmarketable Parcels (15,152 shares)	1505	10,455,044	2.26%

SUBSTANTIAL SHAREHOLDERS

Details of substantial shareholders are set out below:

Name	No. of Shares	%
CITIC Australia Pty Ltd	67,097,772	14.51%
Acorn Capital	27,680,518	5.99%

Shareholder Information *cont*


AS AT 16 SEPTEMBER 2014

TWENTY LARGEST OPTIONHOLDERS

	Name	Units	%
1	MR ADAM JOHN TRETHOWAN	5,099,200	4.47
2	JESTAR PTY LIMITED <VAGG FAMILY SUPER FUND A/C>	4,500,000	3.94
3	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	3,812,747	3.34
4	NATIONAL NOMINEES LIMITED	3,592,679	3.15
5	EQUITY TRUSTEES LIMITED <LOWELL RESOURCES FUND A/C>	3,082,045	2.70
6	REEF SECURITIES LIMITED	3,000,000	2.63
7	MR WAFA MUHAMMAD IQBAL	2,625,000	2.30
8	VAGG INVESTMENT MANAGEMENT SERVICES PTY LTD	2,500,000	2.19
9	WOREE INVESTMENTS PTY LTD <BUNGALOW SUPER FUND A/C>	2,063,714	1.81
10	MR ANDREW DAVID LEIGHTON + MS YOSHIKO ICHIDA <ANDREW LEIGHTON S/F A/C>	2,000,000	1.75
11	ASSURANCE CAPITAL PTY LTD	1,500,000	1.31
12	MR RICHARD JOHN MACPHILLAMY	1,500,000	1.31
13	MANDARA CAPITAL PTY LTD	1,500,000	1.31
14	MAPT PTY LIMITED <MAP THOM SUPER FUND A/C>	1,500,000	1.31
15	J P MORGAN NOMINEES AUSTRALIA LIMITED	1,420,575	1.24
16	MR WARREN NEAL TUTTIETT	1,300,000	1.14
17	BUNDORAN PTY LTD	1,250,000	1.09
18	DIXTRU PTY LTD	1,250,000	1.09
19	MR BIN LIU	1,229,301	1.08
20	CITICORP NOMINEES PTY LIMITED <COLONIAL FIRST STATE INV A/C>	1,135,263	0.99
TOTAL TOP 20 OPTIONHOLDERS		45,860,524	40.17

DISTRIBUTION OF OPTIONHOLDERS

Range	Total Holders	Shares	% Issued Capital
1 – 1,000	21	9,632	0.01%
1,001 – 5,000	154	440,655	0.39%
5,001 – 10,000	94	720,109	0.63%
10,001 – 100,000	259	9,924,331	8.69%
100,001 – 9,999,999,999	164	103,084,977	90.28%
Total	692	114,179,704	100.00%
Unmarketable Parcels (62,500 options)	479	6,891,444	



Shareholder Information *cont*

AS AT 16 SEPTEMBER 2014

Ordinary Shares

Every holder of ordinary shares has the right to receive notices of, to attend and to vote at general meetings of the Company. On a show of hands every shareholder present at a meeting in person or by proxy, attorney or representative is entitled to one vote and upon a poll each share is entitled to one vote.

Unlisted Options


The Company has 10,335,000 unlisted options on issue. The options are issued to employees pursuant to the Company's Employee Option Scheme or to the Managing Director in accordance with shareholder approvals.

Restricted Securities

The Company has issued 12,011,569 fully paid ordinary shares which are subject to a 12 month voluntary escrow expiring on 14 July 2015.

Compliance Statement

The information in this report that relates to Mineral Resources Estimates at the Paris Project is extracted from the report entitled "Maiden Resource Estimate for Paris Silver Project, South Australia" dated 15 October 2013 and is available to view on the Company website www.investres.com.au. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. 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.



Corporate Directory

Company

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www.investres.com.au

Registered Office and place of business

Suite 48, Level 3, Benson House, 2 Benson Street,
Toowong, Queensland, 4066
Telephone: +61 7 3870 0357
Facsimile: +61 7 3876 0351

Directors

Roger Marshall OBE	Non-Executive Chairman
John Anderson	Managing Director
David Jones	Non-Executive Director
Bruce Foy	Non-Executive Director

Company Secretary

Garry Gill

Auditors

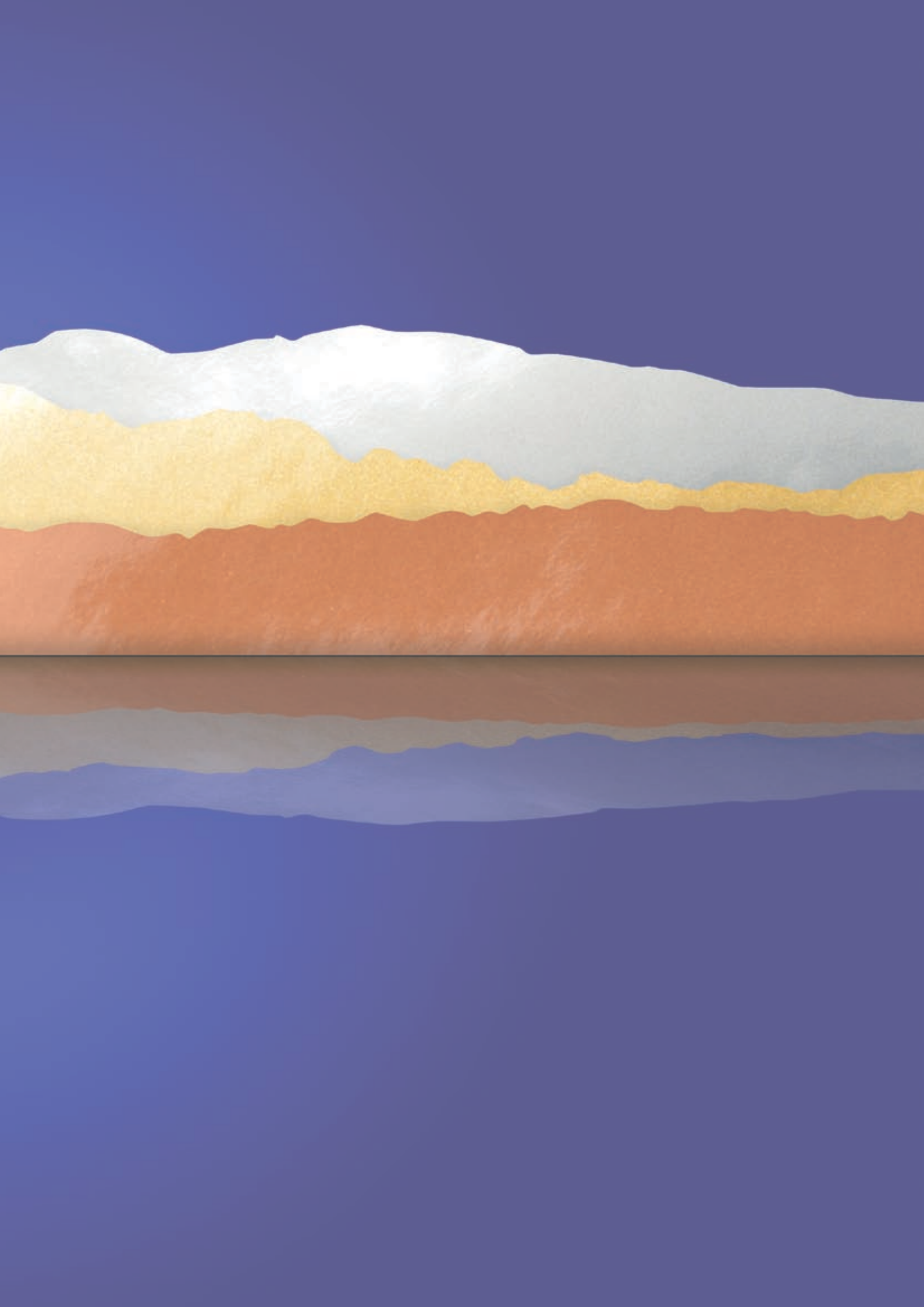
Grant Thornton Audit Pty Ltd
145 Ann Street
Brisbane, Queensland 4000
Telephone: +61 7 3222 0200
Facsimile: +61 7 3222 0444

Share Registry

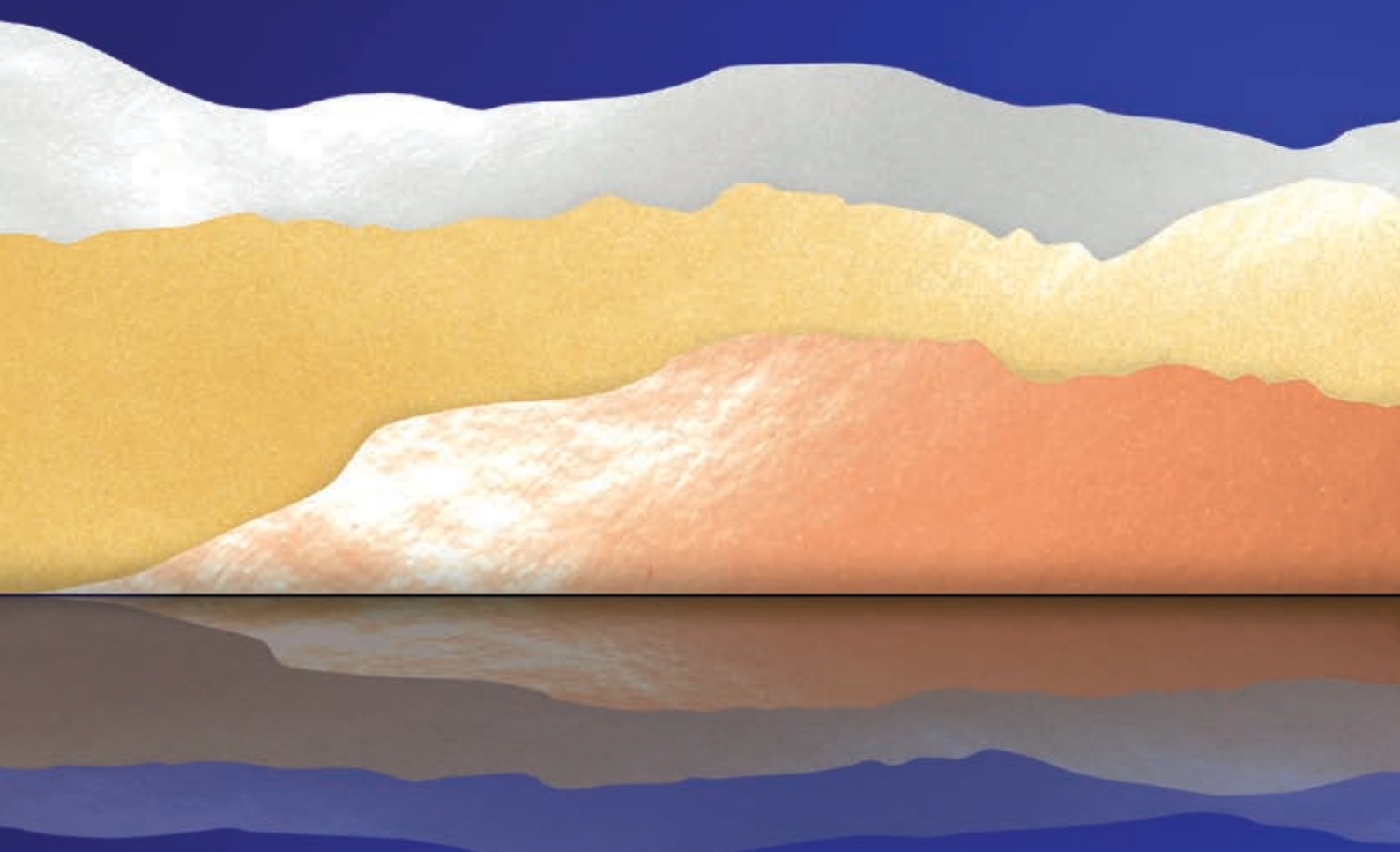
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Stock Exchange Listing

Australian Securities Exchange Limited
Home Exchange – Sydney
ASX code: IVR



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RESOURCES
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