

ALLIED RESOURCES LIMITED

ABN 18 152 098 854

ANNUAL REPORT

For the period 15 July 2011 to 30 June 2013

CONTENTS

<i>Directors' Report</i>	2
<i>Auditor's Independence Declaration</i>	4
<i>Statement of Comprehensive Income</i>	5
<i>Statement of Financial Position</i>	6
<i>Statement of Changes in Equity</i>	7
<i>Statement of Cash Flows</i>	8
<i>Notes to the Financial Statements</i>	9
<i>Corporate Directory</i>	13
<i>Directors' Declaration</i>	14
<i>Independent Auditor's Report</i>	15

DIRECTORS' REPORT

Your directors present the following report on Allied Resources Limited ("the Company") for the financial period 15 July 2011 to 30 June 2013.

DIRECTORS

The names of directors in office at any time during or since the end of the period are:

Michael Addison
Noel Halgreen
William Masson (resigned 15 March 2012)

Unless noted above, all directors have been in office since the start of the financial period to the date of this report.

COMPANY SECRETARY

Elizabeth Hunt was appointed as Company Secretary on incorporation.

REVIEW OF OPERATIONS AND FINANCIAL RESULTS

As at 30 June 2013 the Group had a cash balance of \$NIL and a net asset position of \$NIL.

There were no significant operations during the financial period.

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

On incorporation, 17million ordinary fully paid shares and 8 million options exercisable at \$0.20 on or before 15 July 2016 were issued.

In the opinion of the directors, there were no other significant changes in the state of affairs of the Company that occurred during the period under review not otherwise disclosed in this report or in the financial report.

PRINCIPAL ACTIVITIES

The Company was incorporated on 15 July 2011 for the purpose of acquiring exploration assets and with a view to achieving ASX quotation once suitable assets were identified.

EVENTS AFTER THE REPORTING PERIOD

No matters or circumstances have arisen since the end of the financial period which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial periods.

FUTURE DEVELOPMENTS, PROSPECTS AND BUSINESS STRATEGIES

Further information, other than as disclosed this report, about likely developments in the operations of the Company and the expected results of those operations in future periods has not been included in this report as disclosure of this information would be likely to result in unreasonable prejudice to the Company.

ENVIRONMENTAL ISSUES

The Company's current operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a s state or territory of Australia.

The directors have considered the National Greenhouse and Energy Reporting Act 2007 (the NGER Act) which introduces a single national reporting framework for the reporting and dissemination of information about the greenhouse gas emissions, greenhouse gas projects, and energy use and production of corporations. At the current stage of development, the directors have determined that the NGER Act will have no effect on the Company for the current, nor subsequent financial period. The directors will reassess this position as and when the need arises.

DIVIDENDS PAID OR RECOMMENDED

No dividends have been paid, and the directors do not recommend the payment of a dividend for the financial period ended 30 June 2013.

OPTIONS

On 15 July 2011 8 million options exercisable at \$0.20 on or before 15 July 2016 were issued.

INDEMNIFYING AND INSURANCE OF OFFICERS AND AUDITORS

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

PROCEEDINGS ON BEHALF OF THE COMPANY

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's independence declaration for the period ended 30 June 2013 has been received and can be found on the following page of the directors' report.

Signed in accordance with a resolution of the Board of Directors.



Michael Addison
Director

Dated this 29th day of July 2013



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To The Board of Directors

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

As lead audit director for the audit of the financial statements of Allied Resources Limited for the financial year ended 30 June 2013, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- any applicable code of professional conduct in relation to the audit.

Yours faithfully

Bentleys

BENTLEYS
Chartered Accountants

CHRIS WATTS CA
Director

DATED at PERTH this 31st day of July 2013



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- Accountants
- Auditors
- Advisors

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD 15 JULY 2011 TO 30 JUNE 2013

	Note	15 July 2011 to 30 June 2013 \$
Revenue		16,850
Administration expenses		(5,586)
Compliance and regulatory costs		(1,586)
Consultants		(1,373)
Incorporation expenses		(676)
Legal		(7,799)
Loss before income tax expense		(170)
Income tax expense	2	-
Loss for the period		(170)
Other comprehensive income		
Other Comprehensive Income for the period, net of tax		-
Total comprehensive income for the period, net of income tax		(170)

The accompanying notes form part of these financial statements.

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2013

	Note	2013 \$
ASSETS		-
TOTAL ASSETS		-
LIABILITIES		-
TOTAL LIABILITIES		-
NET ASSETS		-
EQUITY		
Issued capital	3	170
Accumulated losses		(170)
TOTAL EQUITY		-

The accompanying notes form part of these financial statements.

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD 15 JULY 2011 TO 30 JUNE 2013

	Issued Capital	Accumulated losses	Total
	\$	\$	\$
Balance at 15 July 2011	-	-	-
Loss for the period	-	(170)	(170)
Other comprehensive income	-	-	-
Total comprehensive income	-	(170)	(170)
Shares issued during the period	170	-	170
Options issued during the period	-	-	-
Balance at 30 June 2013	170	(170)	-

The accompanying notes form part of these financial statements.

STATEMENT OF CASHFLOWS FOR THE PERIOD 15 JULY 2011
TO 30 JUNE 2013

	Note	15 July 2011 to 30 June 2013 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees		-
Net cash (used in) operating activities		-
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for exploration and evaluation assets		-
Net cash (used in) provided by investing activities		-
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares		-
Net cash provided by financing activities		-
Net increase/ (decrease) in cash held		-
Cash at end of financial period		-
Cash at beginning of financial period		-

The accompanying notes form part of these financial statements.

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The Directors' have prepared the financial statements on the basis that the Company is a non-reporting entity because there are no users dependent on a general purpose financial report. The financial report is therefore a special purpose financial report that has been prepared in order to meet the requirements of the *Corporations Act 2001*.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cashflows*, AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors*, AASB 1054 *Australian Additional Disclosures*, AASB 1031 *Materiality*, and AASB 1048 *Interpretation and Application of Standards*.

These financial statements and notes represent those of Allied Resources Limited ('Company'). Allied Resources Limited is a public Company, incorporated and domiciled in Australia.

The financial statements were authorised for issue on 29th July 2013 by the directors of the Company.

1.1 Basis of Preparation

The financial statements have been prepared on an accruals basis and are based on historical costs modified by the revaluation of selected financial assets for which the fair value basis of accounting has been applied.

Comparatives

Allied Resources Limited was incorporated on 15 July 2011 and this is the Company's first financial report since incorporation. As a result there are no comparatives to include in the 30 June 2013 financial report.

1.2 Significant Accounting Policies

The following is a summary of the material accounting policies adopted by the Company in the preparation of the financial statements. The accounting policies have been consistently applied, unless otherwise stated.

a) Going Concern

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

The Company incurred a loss for the period of \$170 and net cash outflows from operating and investing activities of \$nil.

The ability of the Company to continue as a going concern is principally dependent upon continued support from directors.

b) Income Tax

The income tax expense (revenue) for the period comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at reporting date. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the period as well unused tax losses.

Current and deferred income tax expense (income) is charged or credited directly to equity instead of the profit or loss when the tax relates to items that are credited or charged directly to equity.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. 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 assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates enacted or substantively enacted at reporting date. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Where temporary differences exist in relation to investments in subsidiaries, branches, associates, and joint ventures, deferred tax assets and liabilities are not recognised where the timing of the reversal of the temporary difference can be controlled and it is not probable that the reversal will occur in the foreseeable future.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where a legally enforceable right of set-off exists, the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

c) Revenue

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

All revenue is stated net of the amount of goods and services tax (GST).

d) Goods and Services Tax (GST)

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. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

e) **Critical Accounting Estimates and Judgments**

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.

Environmental Issues

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

Taxation

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

2013
\$

NOTE 2: INCOME TAX EXPENSE

a. Recognised in the income statement:

Current tax	-
Deferred tax	-
Income tax as reported in the statement of comprehensive income	-

NOTE 3: ISSUED CAPITAL

	2013 No.	2013 \$
Fully paid ordinary shares with no par value	-	-

Movement in ordinary shares

Balance at beginning of period	-	-
Incorporation shares issued on 15 July 2011	17,000,000	170
Balance at reporting date	17,000,000	170

Terms and conditions of issued capital

Ordinary shares participate in dividends and the proceeds on winding up of the Company in proportion to the number of shares held.

At the shareholders' meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

NOTE: 4 INTERESTS OF KEY MANAGEMENT PERSONNEL (KMP)

Remuneration of Key Management Personnel

No remuneration was paid or due to be paid to directors during or since the end of the financial period.

NOTE 5: AUDITORS' REMUNERATION	2013
	\$
Remuneration of the auditor of the entity for auditing or reviewing the financial report	500

NOTE 6: TRANSACTIONS WITH RELATED ENTITIES

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

During the year an aggregate of \$1,510 was paid or due to be paid to Mining Corporate Pty Ltd for company secretary and accounting services performed by Company Secretary, Elizabeth Hunt.

During the year Mr Michael Addison made a loan to the Company via payment of all creditor invoices. No interest was attributable on this amount.

NOTE 7: EVENTS AFTER REPORTING PERIOD

No matters or circumstances have arisen since the end of the financial period which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial periods.

NOTE 8: COMMITMENTS

There are no commitments at 30 June 2013.

NOTE 9: CONTINGENT LIABILITIES

In the opinion of the directors there were no contingent liabilities as at 30 June 2013

.Note 10: OPERATING SEGMENTS

The Company 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. During the period, the Company is managed primarily on the basis of one geographical segment being Australia, and one business segment being business development.

PRINCIPAL REGISTERED OFFICE AND PLACE OF BUSINESS

Allied Resources Limited
Level 45, 108 St Georges Terrace
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Tel: 08 9480 0111 Fax: 08 9480 0166

DIRECTORS

Mr Michael Addison
Mr Noel Halgreen

COMPANY SECRETARY

Mrs Elizabeth Hunt

AUDITORS

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Level 1, 12 Kings Park Road
West Perth WA 6005

LAWYERS

Mills Oakley Lawyers
Level 34, 60 Margaret Street
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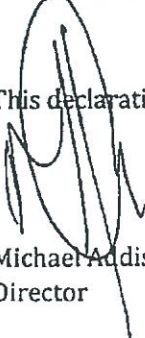
DIRECTORS' DECLARATION

The directors have determined that the Company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

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 as described in Note 1 to the financial statements, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - b) give a true and fair view of the Company's financial position as at 30 June 2013 and its performance for the period ended on that date of the Company in accordance with the accounting policies described in Note 1 to the financial statements; and
2. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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



Michael Addison
Director

Dated this 31st day of July 2013

Independent Auditor's Report

To the Members of Allied Resources Limited

We have audited the accompanying financial report, being a special purpose financial report, of Allied Resources Limited, which comprises the statement of financial position as at 30 June 2013, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory notes, and the directors' declaration.

Directors Responsibility for the Financial Report

The directors of the Company are responsible for the preparation and fair presentation of the financial report, and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the *Corporations Act 2001* and is appropriate to meet the needs of the members. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

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. No opinion is expressed as to whether the accounting policies used, and described in Note 1, are appropriate to the needs of the members. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

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

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



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Independent Auditor's Report

To the Members of Allied Resources Limited (Continued)



Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements and the Corporations Act 2001.

Auditor's Opinion

In our opinion the financial report of Allied Resources Limited is in accordance with the *Corporations Act 2001*, including:

- a. giving a true and fair view of the Company's financial position as at 30 June 2013 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; and
- b. complying with Australian Accounting Standards to the extent described in Note 1, and the *Corporations Regulations 2001*.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 of the financial report, which described the basis of accounting. The financial report has been prepared for the purpose of fulfilling the directors' financial reporting responsibilities under the *Corporations Act 2001*. As a result, the financial report may not be suitable for another purpose.

BENTLEYS
Chartered Accountants

CHRIS WATTS CA
Director

DATED at PERTH this 31st day of July 2013