

BLIGH RESOURCES LIMITED

ABN 83 130 964 162

ANNUAL REPORT

FOR THE YEAR ENDED 30 JUNE 2015

BLIGH RESOURCES LIMITED
ABN 83 130 964 162

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FOR THE YEAR ENDED 30 JUNE 2015

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BLIGH RESOURCES LIMITED
ABN 83 130 964 162

CORPORATE INFORMATION

DIRECTORS

Mr Bill Richie Yang, Non-Executive Director (appointed September 18, 2015)
Dr Eric Zhang, Non-Executive Director (appointed August 28, 2014)
Mr Peiqi Zhang, Non-Executive Director
Mr Zhijie Li, Alternate to Mr Peiqi Zhang
Mr Jinle Song, Non-Executive Director
Mr Tianbao Wang, Non-Executive Director (appointed August 28, 2014)
Mr Robert John Benussi (resigned October 8, 2014)
Mr Eric King Wai Chan, Non-Executive Director (resigned July 3, 2015)

COMPANY SECRETARY

Mr Ian K White

REGISTERED OFFICE

Level 9
53 Walker Street
NORTH SYDNEY NSW 2060

**PRINCIPAL PLACE OF
BUSINESS**

Level 9
53 Walker Street
NORTH SYDNEY NSW 2060

AUDITOR

HLB Mann Judd
Level 19, 207 Kent Street
SYDNEY NSW 2000

SHARE REGISTRY

Link Market Services Pty Ltd
Level 4, 152 St Georges Terrace
PERTH WA 6000

ACCOUNTANTS

CharterNet Services Pty Ltd
Suite 2003, Level 20
109 Pitt Street
SYDNEY NSW 2000

SOLICITOR

Simpsons Solicitors
Lot One, Level 2
Pier 8/9 / 23 Hickson Road
MILLERS POINT NSW 2000

INTERNET ADDRESS

www.blighresources.com.au

**COUNTRY OF
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AND DOMICILE**

Australia

BLIGH RESOURCES LIMITED
ABN 83 130 964 162

DIRECTOR'S LETTER

Director's Letter

Dear Shareholders,

It is with great pleasure that I present the 2015 Annual Report for Bligh Resources Limited's ("Bligh" or "Company") activities for the financial year ended 30 June 2015. Early in the year, former CEO/Director Mr Robert Benussi resigned, his management responsibilities were since taken over by myself and new non-executive director Dr Eric Zhang. Under new management, the Company was able to resolve the long concerned debt and royalty structural problems within subsidiary SR Mining Pty Ltd ("SR Mining"), the holding company of Bligh's flagship Bundarra Gold Project near the Leonora township of Western Australia. The debt and royalty settlements also enabled the Company to have its controlling interest in SR Mining increased significantly from 71.9% to currently 97.5%.

Further to the above mentioned Board changes, Mr Tianbao Wang was appointed as new non-executive director in August 2014 at the same time as Dr Eric Zhang. Non-executive director Mr Eric Chan resigned on 3 July 2015 after the financial year end.

During the year, Bligh has reduced operating costs, as well as relinquishing a number of non-aligned tenements including the entire Kumarina project area.

Bligh raised close to \$1million throughout the financial year from a number of sophisticated and institutional investors. The proceeds were mainly used for settlement payments of the long troubled SR Mining, some unforeseen legal bills as well as project consulting and administration costs, including staff remuneration.

The new financial year has already been very exciting for management and shareholders, with a recently announced 50/50 Joint Venture ("JV") Memorandum of Understanding ("MOU") for the Bundarra Gold Project with private mining development company Angler Mining Pty Ltd ("Angler"), the Company could potentially be repositioned as a listed gold producer after 18 months.

Under the MOU, Angler, through a mixture of direct cash payments and a private share placement for Bligh, shall cover all outstanding creditors of SR Mining. Angler will also sole fund to complete a feasibility study then to build-own-operate and lease back a CIP Gold Recovery Plant for the exclusive use by the JV to process the Bundarra ore, through a 50% sale of Bundarra.

Your directors are fully committed to finalise the above-mentioned JV, with all best intentions to transform Bligh into a profitable gold producer.



Bill Richie Yang
Non-Executive Director

30 September 2015

CORPORATE GOVERNANCE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2015

CORPORATE GOVERNANCE STATEMENT

The Board has adopted a corporate framework for the Company which is underpinned by the ASX Corporate Governance Council's Corporate Governance Principles and Recommendations (3rd Edition) ("the Recommendations") applicable to ASX-listed entities.

This Corporate Governance Statement refers to Bligh Resources Limited's Board and its controlled entity and has been approved by the Bligh Resources Limited Board for inclusion in this Annual Report. The framework it represents is current as at 30 September 2015.

The Statement addresses each of the Corporate Governance Principles and where the Company has not followed a Recommendation, provides the reasons for not following the Recommendation.

Principle 1: Lay solid foundations for management and oversight

Recommendation 1.1 – Functions reserved to the Board and delegated to senior executives

The Company has defined the role of the Board through its Board Charter, and established functions reserved to the Board and functions delegated to senior executives.

a) Roles of the Board and management:

The role of the Board is to increase shareholder value within an appropriate framework which safeguards the rights and interests of the Company's shareholders and ensure the Company is properly managed. In undertaking its role, the Board's seeks to govern the Company rather than to manage it.

b) Functions of the Board and management:

In general, the Board is responsible for, and has the authority to determine, all matters relating to the policies, practices, management and operations of Bligh. It is required to do all things that may be necessary to be done in order to carry out the objectives of the Company.

The Board is responsible for governing the Company and for setting the strategic direction of the Company and has established the functions reserved to the Board in its Board Charter. The Board Charter is available on the Company's website.

On appointment, Executive Directors will manage the day to day activities of the Company in accordance with the direction and delegations of the Board and the Board oversees the activities of the Executive Directors in carrying out these delegated duties.

In carrying out its governance role, the main task of the Board is to oversee the performance of the Company. The Board is committed to the Company's compliance with all of its contractual, statutory and any other legal obligations, including the requirements of any regulatory body.

Further details of the roles and functions of the Board and management are included in the Company's Board Charter which is available on the Company's web-site.

Recommendation 1.2 – Appointment, election and re-election of Directors

a) Director background checks

The Board, in its role as the Nominations Committee (see response to Recommendation 2.1) checks character, experience, education, criminal record and bankruptcy history of potential Directors. This is done informally through reference and background checks with mutually known persons and would be undertaken on a more formal basis if these checks suggested that this was required. Appointments for a group the size of Bligh generally come from a pool of potential directors well known in the industry.

b) On election, or re-election of any Director, shareholders are provided with;

- Biographical details, including their relevant qualifications and experience and the skills they bring to the Board;
- Details of any other material directorships currently held by the candidate;
- In the case of a candidate standing for election as a Director for the first time:
 - any material adverse information revealed by the checks the entity has performed about the Director;

CORPORATE GOVERNANCE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2015

- details of any interest, position, association or relationship that might influence, or reasonably be perceived to influence, in a material respect his or her capacity to bring an independent judgement to bear on issues before the Board and to act in the best interests of the entity and its security holders generally; and
- if the Board considers that the candidate will, if elected, qualify as an independent director, a statement to that effect.
- In the case of a candidate standing for re-election as a Director:
 - the term of office currently served by the Director; and
 - if the Board considers the Director to be an independent director, a statement to that effect; and
 - a statement by the Board as to whether it supports the election or re-election of the candidate.

All Directors on appointment provide the Company with Consent to Act form that includes sufficient information to satisfy all of the points above. The form also requires the Director to provide information on the Director's other commitments. Details of the time involved with each of these commitments and an acknowledgement by the Director he or she will have sufficient time to fulfil his or her responsibilities is informally determined by the Board through an interview process.

Recommendation 1.3 – Written agreements with Directors

The Company does not have a written agreement with existing Directors however all future appointments of Directors and senior executives will receive a letter setting out the terms of their appointment including:

- The term of appointment;
- The time commitment envisaged, including any expectations regarding involvement with committee work and any other special duties attaching to the position;
- Remuneration, including superannuation entitlements;
- The requirement to disclose directors' interests and any matters which may affect the Director's independence;
- The requirement to comply with key corporate policies, including the entity's Code of Conduct and its Share Trading Policy;
- The Company's policy on when Directors may seek independent professional advice at the expense of the Company;
- The circumstances in which the Director's office becomes vacant;
- Indemnity and insurance arrangements;
- Ongoing rights of access to corporate information; and
- Ongoing confidentiality obligations.

Recommendation 1.4 – Company Secretary

The Company Secretary is accountable directly to the Board on all matters to do with the proper functioning of the Board. The Company Secretary's role includes:

- Advising the Board and its committees on governance matters;
- Monitoring that Board and committee policy and procedures are followed;
- Coordinating the timely completion and despatch of Board and Committee papers;
- Ensuring that the business at Board and Committee meetings is accurately captured in the minutes; and
- Helping to organise and facilitate the induction and professional development of Directors.

Each Director is able to communicate directly with the Company Secretary and vice versa.

The decision to appoint or remove a Company Secretary is a matter reserved for the Board.

Recommendation 1.5 – Diversity policy

- a) The Company has a Diversity Policy which includes requirements for the Board or a relevant committee of the Board to set measurable objectives for achieving gender diversity and to assess annually both the

CORPORATE GOVERNANCE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2015

objectives and the Company's progress in achieving these. The Company recognises the need to set diversity measures in each of its operating locations taking into account the differing diversity issues within each geographic location in which it operates.

- b) The Company's Diversity Policy is available on its web-site.
- c) The Policy includes requirements for the Board, at the appropriate stage of its development, to establish measurable objectives for achieving gender diversity and for the Board to assess annually thereafter both the objectives and progress in achieving them. The Company intends to implement its Diversity Policy in the event that the Company's employee numbers grow to a level where implementation becomes practicable.
 - 1) At present the Company has no employees and one part-time female contracted bookkeeper. There are at present no women on the Board. At this stage in the Company's development, the Board does not consider it practicable to set measurable gender diversity objectives.
 - 2) The Company is not a "relevant employer" under the Workplace Gender Equality Act.

Recommendation 1.6 – Evaluation of the performance of the Board

- a) In accordance with its Charter, the Nomination Committee is responsible for the:
 - Establishing evaluation methods of rating the performance of Board members;
 - Implement ways of enhancing the competency levels of Directors;
 - Considering and articulating the time required by Board members in discharging their duties efficiently;
 - Undertaking continual assessment of Directors as to whether they have devoted sufficient time in fulfilling their duties as directors;
 - Providing new Directors with an induction into the Company; and
 - Providing all Directors with access to ongoing education relevant to their position in the Company.
- b) An evaluation of the performance of the Board, its committees and individual Directors was not conducted during the financial year mainly due to various Board changes at the time that the review was scheduled which would have impacted the objectivity of any review. An evaluation will be undertaken in the 2016 financial year.

Recommendation 1.7 – Evaluation of the performance of Senior Executives

- a) The Company has a process for periodically evaluating the performance of its senior executives and this is undertaken through the Remuneration Committee.
- b) A performance review of the Company's previous Chief Executive Officer was undertaken during the financial year by the Board itself. A performance review will be undertaken of the Company's Executive Directors during the 2016 financial year.

Principle 2: Structure the board to add value

Recommendation 2.1 – Nominations Committee

- a) The Company has established a Nomination Committee however the Committee does not comply with all of the Recommendation 2.1.
 - 1) The Nomination Committee consist of all of the members of the Board. One Director is not considered to be independent. Details of Directors' independence are given in the response to Recommendation 2.3 (a).
 - 2) The Committee, does not have an appointed Chairman, but elects a Chairman at each meeting.
 - 3) A copy of the Charter of the Nomination Committee is available on the Company's website.
 - 4) The members of the Nomination Committee are all of the Directors and may include the Alternate Director when he is acting in this capacity.
 - 5) The number of meetings and attendance by each Committee member is included in the Directors' Report.

CORPORATE GOVERNANCE STATEMENT
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Each of the Directors has expressed a desire to be part of the nomination process for any new Director and so a Committee comprising all Directors is the most practicable solution.

Recommendation 2.2 – Director skills

The skills and experience and period in office of each Director are set out in the information on Directors section of the Directors' Report.

The Directors have determined that the composition of the current Board represents the best mix of directors that have an appropriate range of qualifications and expertise and that can understand and competently deal with current and emerging business issues. If the activities of the Company were to expand significantly the Company would consider additional Australian Directors with geology and engineering skills.

Recommendation 2.3 – Director independence

- a) Using the ASX Corporate Governance Council independence factor guidelines, the Board has determined that Mr Jinle Song, Mr Peiqi Zhang, Mr Tianbao Wang and Mr Bill Richie Yang are independent Directors. Dr Eric Zhang is not considered to be independent due to his association with the Company's substantial shareholder; Tasman Funds Management Pty Ltd. Mr Zhijie Li (alternate to Mr Peiqi Zhang) is considered to be independent.
- b) The Company has no Directors that are not independent in terms of the ASX Corporate Governance Council's independence factors, but which it considers to be independent.
- c) The length of service of each Director is shown in the Directors' Report.

Recommendation 2.4 – A majority of the board should be independent directors.

The majority of the Directors of the Company are independent. Director independence is discussed at the response to recommendation 2.3 (a).

All non-executive directors may also undertake consultancy work for the Company.

Recommendation 2.5 – The chair should be an independent director

The Company does not have a Chairman, and a chairman for each meeting is elected at that meeting. Mr B R Yang is generally elected as meeting chairman. The Company therefore generally complies with Recommendation 2.5.

Recommendation 2.6 – Programme for inducting directors

All new directors receive an induction into the Company and its activities by Mr B R Yang and the Company Secretary. The Company Secretary provides details of all of the Company's Charters and Policies, and the Company's Board reporting practices. Mr B R Yang provides background and details on the Company's projects and strategy.

There are procedures in place, and included in the Board Charter to enable Directors, in furtherance of their duties, to seek independent professional advice at the Company's expense, subject to the approval of the Board.

Principle 3: Act ethically and responsibly

Recommendation 3.1 – Code of conduct

- a) The Company has established a Code of Conduct covering:
 - Practices necessary to maintain confidence in the Company's integrity.
 - Integrity and Honesty
 - Respect for the Law
 - Conflicts of Interest
 - Protection of Assets
 - Confidential Information
 - Employment Practices

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- Responsibility to the Community
 - Responsibility to the Individual
 - Obligations Relative to Fair Trading and Dealing
- b) The Code of Conduct is available on the Company's website.

Principle 4: Safeguard integrity in financial reporting

Recommendation 4.1 – Audit Committee

- a) The Company has established an Audit Committee however the Committee does not comply with all of the Recommendation 4.1.
- 1) The Audit Committee consists of Mr B R Yang and Dr E Zhang. Of these two Directors, only one is considered to be an independent director for the reasons given under the response to Recommendation 2.3 (a)
 - 2) The Audit Committee is chaired by Dr E Zhang who is not an independent Director. As the Company has only two Australian resident Directors and Mr B R Yang generally chairs the Board meetings, an independent Chairman of the Audit Committee is impracticable at this point. Dr E Zhang has not chaired any Board meetings and is experienced in financial matters.
 - 3) The Company's Audit Committee Charter is available on the Company's web-site.
 - 4) The qualifications and experience of each Audit Committee member are shown in the Directors' Report.
 - 5) The number of meetings attended by each Audit Committee member is shown in the Directors' Report.

Although not all of the members of the Audit Committee are independent and the Chairman of the Committee is not an independent director, the Board has nevertheless determined that the composition of the Audit Committee represents the only practical mix of directors that have an appropriate range of qualifications and expertise and that can understand and competently deal with current and emerging relevant business issues.

Recommendation 4.2 – CEO and CFO declarations

When considering the Audit Committee's review of half-year and full-year financial reports the Board receives a signed statement from each of the Mr B R Yang and Dr E Zhang who are the two Australian resident Directors in accordance with section 295A of the Corporations Act. This statement also confirms that the Company's financial reports are founded on a sound system of risk management and internal control, and that the system is operating effectively in all material respects in relation to financial risks and that nothing has occurred since the period-end that would materially change the position.

Recommendation 4.3 – Additional information concerning the audit committee

The Company's Auditor always attends the Company's AGM and is available to answer questions.

Principle 5: Make timely and balanced disclosure

Recommendation 5.1 – ASX listing rule disclosure requirements

- a) The Company has established a Continuous Disclosure Policy which sets out the key obligations of Directors and employees in relation to continuous disclosure as well as the Company's obligations under the Listing Rules and the Corporations Act. The Policy also provides procedures for internal notification and external disclosures, as well as procedures for promoting understanding of compliance with disclosure requirements.
- b) A copy of the Company's Continuous Disclosure Policy is available on the Company's website.

Principle 6: Respect the rights of shareholders

Recommendation 6.1 – Corporate governance communication

The Company has a corporate governance landing page on its web-site. This page includes the Company's Board Charter, Audit Committee Charter and Remuneration and Nominations Committee Charter as well as the

**CORPORATE GOVERNANCE STATEMENT
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Company's corporate governance policies. The web-site also includes Annual Reports, details on the Company's projects, biographical details for the Board and senior management and other relevant details consistent with Recommendation 6.1.

Recommendation 6.2 – Investor relations program

The Company has adopted a Shareholder Communications Policy for promoting effective communication with shareholders and encouraging shareholder participation at annual and other general meetings. A copy of this Policy is available on the Company's web-site.

Recommendation 6.3 – Availability of shareholder communications policy

A copy of the Company's Shareholder Communications Policy is available on the Company's website.

Recommendation 6.4 – Electronic communications with shareholders

All shareholders may communicate with the Company and its share registry electronically. Shareholders may elect not to receive a hard-copy Annual Report preferring to access the electronic version published on the Company's web-site. Shareholders may submit proxy votes electronically for general meetings of the Company.

All ASX announcements including Quarterly Reports, Half-yearly Reports and investor presentations are also published on the Company's web-site.

Principle 7: Recognise and manage risk

Recommendation 7.1 – Risk management committee

- a) The Company does not have a Risk Management Committee.
- b) The Audit Committee oversees financial risks pursuant to the Audit Committee Charter. This includes internal controls to deal with both the effectiveness and efficiency of significant business processes, the safeguarding of assets, the maintenance of proper accounting records, and the reliability of financial information as well as non-financial considerations such as the benchmarking of operational key performance indicators.

Operational risks are considered by the Board as a whole. For development projects the Company undertakes an in-house risk analysis, utilising the skills and experience of its Directors and staff. For large projects, external consultants may be engaged to provide assistance in this process.

A Risk Management Committee would be considered if the Company's activities were to significantly expand and additional Directors were appointed to the Board.

Recommendation 7.2 – Risk management framework review

- a) The Company's financial risk management framework is included in its Audit Committee Charter which is normally reviewed annually by the Board.
- b) A review of this Charter was not undertaken during the financial year however a review will be undertaken in the first half of the 2016 financial year.

The Company does not have a formal operational risk management framework but undertakes an in-house risk analysis of any projects it develops, utilising the skills and experience of its Directors and staff.

Recommendation 7.3 – Internal audit function

The Company does not have an internal audit function. The Company's financial risk management framework is included in its Audit Committee Charter which is reviewed annually by the Board.

Recommendation 7.4 – Exposure to risk

At its current stage of development the Company does not have any exposure to material environmental or sustainability risks. As the Company is a mineral exploration company not earning any revenue at this stage there is a risk that the Company may not be able to sustain its operations unless it sources additional finances.

CORPORATE GOVERNANCE STATEMENT
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Principle 8: Remunerate fairly and responsibly

Recommendation 8.1 – Remuneration committee

a) The Company has established a Remuneration Committee which has delegated responsibilities in relation to the Company's remuneration policies as set out in the Company's Remuneration Committee Charter. The charter reflects the matters set out in the commentary and guidance for Recommendation 8.1.

The Company's Remuneration Committee does not comply with all of the requirements of Recommendation 8.1. Details are as follows:

- 1) The Remuneration Committee consists of two non-executive Directors, one of whom is not independent for the reasons given under the response to Recommendation 2.3 (a).
- 2) The Remuneration Committee is chaired by Dr E Zhang who is not an independent Director. As the Company has only two Australian resident Directors and Mr B R Yang generally chairs the Board meetings, an independent Chairman of the Remuneration Committee is impracticable at this point. Dr E Zhang has not chaired any Board meetings and is experienced in financial matters.
- 3) The Company's Remuneration Committee Charter is available on the Company's web-site.
- 4) The members of the Remuneration Committee are Mr B R Yang and Dr E Zhang.
- 5) The number of meetings attended by each Remuneration Committee member is shown in the Directors' Report.

Although the members of the Remuneration Committee are not independent and the Chairman of the Committee is not an independent director, the Board has nevertheless determined that the composition of the Remuneration Committee represents the only practical mix of directors that have an appropriate range of qualifications and expertise and that can understand and competently deal with current and emerging relevant business issues.

The skills and experience of each member of the Remuneration Committee and the number of Committee meetings attended by each member is set out in the Directors' Report.

Recommendation 8.2 – Remuneration of executive directors, executives and non-executive directors

Details of the Company's policies and practices regarding the remuneration of non-executive directors and senior executives is included in the Remuneration Report in the Directors' Report.

Neither the non-executive Directors nor the executives of the Company receive any retirement benefits, other than superannuation.

Recommendation 8.3 – Equity based remuneration scheme

The Company is scheduled to issue share options and performance shares as remuneration to its Directors. Following an amendment on 30 September 2015 the Company's Share Trading Policy prohibits the hedging of options.

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DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2015

The Directors of Bligh Resources Limited ("the Company" or "Bligh") submit their report on the consolidated entity ("the Group") consisting of Bligh Resources Limited and the entities it controlled at the end of, or during, the financial year ended 30 June 2015.

Directors

The names of the Company's directors in office during the financial year and until the date of this report are as follows. Directors were in office for this entire period unless otherwise stated.

Mr Bill Richie Yang	
• Alternate-Director to Mr Jinle Song	(resigned September 18, 2015)
• Non-Executive Director	(appointed September 18, 2015)
Dr Eric Zhang (Non-Executive Director)	(appointed August 28, 2014)
Mr Peiqi Zhang (Non-Executive Director)	
Mr Zhijie Li (Alternate to Mr Peiqi Zhang)	
Mr Jinle Song (Non-Executive Director)	
Mr Tianbao Wang (Non-Executive Director)	(appointed August 28, 2014)
Mr Robert John Benussi (CEO, CFO and Executive Director)	(resigned October 8, 2014)
Mr Eric King Wai Chan (Non-Executive Director)	(resigned July 3, 2015)

Principal Activities and Significant Changes in Nature of Activities

The principal activities of Bligh and its controlled entity during the year were to identify, accumulate, evaluate and undertake initial development and exploration of the Company's tenements, as well as relinquishing projects from the Company's portfolio which did not show significant exploration potential. The Company also acquired an additional 24.6% in the Bundarra Gold project in Leonora, Western Australia, via its increased interest in S R Mining Pty Ltd.

There were no other significant changes in the nature of the Company's principal activities during the financial year.

Operating Results

The net operating loss after tax for the year ended 30 June 2015 amounted to \$1,561,778 (2014: net operating profit after tax \$137,709).

Review of Operations

Bundarra Project

- During the year Bligh acquired an additional 24.6% in S R Mining Pty Ltd ("SRM") to hold a 97.5% share in the company. The controlling interest was secured through the settlement of the royalty obligations of SRM to Terrain Minerals Limited including the return of M37/54 (Great Western) out of the Bundarra Project portfolio, as well as the settlement of outstanding loan due to AGEO Holdings Pty Ltd and Aura Capital Pty Ltd.
- In March 2015, an updated Resource table was completed for the Bundarra Project by CSA Global. The updated resource numbers were based on excluding M37/54 (Great Western), recorded under JORC 2004.
- The updated Resource table no longer includes an Ore Reserve Estimate due to the current JORC 2012 requirement.

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DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2015

Table 1: Mineral Resources estimate for Bundarra Gold Project, March 2015¹

Deposit	Resources	Bundarra Project MRE November 2014				Total
		Measured	Indicated	M+I	Inferred	
Wonder North	Tonnes ('000t)	332	2,274	2,607	1,284	3,891
	Grade g/t Au	2.08	2.09	2.1	1.63	1.94
	Ounces ('000 oz)	22	153	175	67	242
Wonder West	Tonnes ('000t)	39	495	534	291	825
	Grade g/t Au	3.04	2.06	2.1	1.75	2.00
	Ounces ('000 oz)	4	33	37	16	53
Bluebush	Tonnes ('000t)	0	200	200	440	640
	Grade g/t Au	0.00	1.90	1.9	1.80	1.80
	Ounces ('000 oz)	0	12	12	26	38
Celtic	Tonnes ('000t)	0	194	194	1,057	1,252
	Grade g/t Au	0.00	2.47	2.5	1.98	2.05
	Ounces ('000 oz)	0	15	15	67	83
Cetic South	Tonnes ('000t)	0	78	78	111	188
	Grade g/t Au	0.00	2.10	2.1	1.42	1.70
	Ounces ('000 oz)	0	5	5	5	10
Bundarra Totals	Tonnes ('000t)	372	3,241	3,613	3,183	6,796
	Grade g/t Au	2.2	2.1	2.1	1.8	2.0
	Ounces ('000 oz)	26	218	244	182	426
Cutoffs: Bluebush uses 1g/t Au cut-off; the other resources are reported at 0.5g/t Au cut-off						
Rounding errors may occur.						
Source of Data 2014						
<i>Wonder North and Wonder West: Dmitry Pertel, with Steve Rose as CP</i>						
<i>Bluebush: Peter Ball, 2011: Bundarra Gold Project, Blue Bush Deposit, Mineral Resource Estimate. Datageo Consultant Report to Terrain Minerals.</i>						
<i>Celtic and Celtic South: Dmitry Pertel, with Steve Rose as CP</i>						

Leonora Project

- During the year, the Company entered into prospecting arrangement with private prospector Zanil Pty Ltd ("Zanil") to allow Zanil to prospect up to 5 metres in ground for gold within 6 Prospecting Licenses within the Leonora project portfolio. The arrangement allows Zanil to keep 85% of any gold nugget discoveries where Bligh shall retain all major mineral discoveries and data.

Bootu Creek Two Project

- In August 2015 the Company relinquished all tenements under the Bootu Creek Two Project. Through mutual agreement, the Company also terminated the joint venture with Universal Splendour International Pty Ltd regards EL27651. The decision was in alignment with the new corporate strategy to solely focus on gold mining projects and preserve cash.

Kumarina Project

- After carefully evaluating previous exploration data and market conditions, the Board decided to relinquish 100% of interest in this project to preserve cash for its gold strategies.

¹ Competent Person Statements included at the end of this report

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DIRECTORS' REPORT
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Other Developments

- 27 August 2014 – Bligh announces completion of \$675,000 placement of 15,000,000 Fully Paid Ordinary shares to Tasman ASX Investment Fund One (Dr Eric Zhang, Director).
- 28 August 2014 - Dr Eric Zhang and Mr Tianbao Wang appointed as Non-Executive Directors of the Company.
- 8 October 2014 – Mr Robert John Benussi resigns as CEO / Executive Director of the Company.
- 16 October 2014 – Bligh announces issue of 300,000 Unlisted Options under an employee incentive scheme exercisable at \$0.09, expiring on 7 October 2017.
- 18 November 2014 – Bligh announces that SRM has defaulted on its obligation to pay \$600,000 in royalty payments to Terrain Minerals Limited.
- 18 November 2014 – Mr Ian White appointed as Secretary of the Company.
- 18 November 2014 – Ms Anna Sandham resigns as Secretary of the Company.
- 2 December 2014 – Bligh announces issue of 400,000 Fully Paid Ordinary shares to Terrain Minerals Limited as part settlement of an outstanding royalty liability of SRM.
- 2 December 2014 – Bligh announces issue of one convertible note to Terrain Minerals Limited, converting into 4,000,000 Fully Paid Ordinary shares at \$0.05 per share as part settlement of an outstanding royalty liability of S R mining Pty Limited.
- 3 December 2014 – Bligh announces completion of loan settlement agreement with outstanding lenders Aura Capital Pty Limited and AGEO Holdings Pty Limited.
- 30 April 2015 – Bligh announces new RC drilling program planned for the Bundarra Gold Project north of Leonora.
- 1 May 2015 – Bligh announces placement of \$300,000 to advance Bundarra drilling by way of a two-tranche placement of 17,341,000 ordinary shares at \$0.0173 per share.
- 4 May 2015 – Bligh advises that interlocutory relief has been sought to restrain Bligh from issuing the 17,341,000 ordinary shares announced on 1 May 2015.
- 11 May 2015 – Bligh advises that on 8 May 2015 the interlocutory orders sought to restrain Bligh from issuing the 17,341,000 ordinary shares announced on 1 May 2015 have been refused, the first tranche of 6,820,809 shares being subsequently issued.
- 11 May 2015 – Bligh announces change of registered office, principal place of business and postal address.
- 10 June 2015 – Bligh announces proceedings in the Supreme Court of NSW have been dismissed.
- 15 June 2015 – Bligh issues second tranche of 10,520,231 ordinary shares.

Financial Position

At 30 June 2015, the Group held \$230,520 in cash and cash equivalents compared with \$758,495 at 30 June 2014 and had carried forward exploration expenditure of \$3,651,225 compared with \$4,564,400 at 30 June 2014.

The Directors believe the Group is in a reasonable and stable financial position to continue and grow its current operations, however refer going concern basis of accounting below.

Significant Changes in State of Affairs

Other than the acquisition of an additional interest in SRM discussed above, no other significant changes in the state of affairs of the Group occurred during the financial year.

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Dividends Paid or Recommended

No dividends have been paid or declared during the financial year or since the financial year end.

After Balance Date Events

- On 3 July 2015, Bligh announced the resignation of Non-executive director Mr Eric King Wai Chan.
- On 27 August 2015, Bligh received a notice from the Office of State Revenue ("OSR") of Western Australia ("WA") for a total claim of \$182,142.75 stamp duty in relation to the 18 February 2014 announcement made by Bligh where Bligh's share interest increased by 29% to a total 71.9% interest in SRM (first time Bligh's interest in SR Mining increased above 50%). The basis of this stamp duty was described as per section 163 of the Duties Act, where an acquisition valuation of \$3,486,000 (71.9% of \$4,849,120) was used by the WA OSR. The Company is in the process of communicating with the WA OSR as it believes the actual valuation of the acquisition at the time was less than \$2,000,000, which is the threshold to trigger any stamp duty charges.
- On 1 September 2015, Bligh announced it has increased its holding in SRM to 100% as the 2.5% minority shareholder agreed to voluntarily forfeit its shareholding in SRM.

Separate to the above, Bligh agreed to issue 1 Million 2.5 year unlisted options at an exercise price of \$0.05 per share to FSS Incentives Pty Ltd ("FSS") in lieu of their service compensations for facilitating the SRM transactions with Bligh through 2012.

- On 2 September 2015, Bligh announced the formation of a 50/50 joint venture with Angler Mining to develop the Company's flagship Bundarra Gold Project in WA.

Under the Memorandum of Understanding with privately-owned Angler, Angler will fund a feasibility study on Bundarra and meet all costs incurred in securing approvals.

Subject to finalisation of a formal Joint Venture Agreement by 29 September 2015, which has been amended to 9 October 2015, Angler will also pay Bligh \$25,000 cash upfront and a further \$200,000 by 14 November 2015, proceeds intended for the redemption of the Bligh convertible notes held by Terrain Minerals.

In addition, Angler shall subscribe \$250,000 worth of Bligh's ordinary shares and Angler's wholly-owned subsidiary Contained Gold Pty Ltd ("CGPL") will fund, build-own-operate the plant to treat the Bundarra ore.

On completion of the above cash payments and share subscriptions, SRM shall transfer 50% of its tenement interest of the Bundarra Project to Angler and CGPL shall transfer 10% of its equity interest to Bligh.

- On 17 September 2015, Bligh held a General Meeting where shareholders passed numerous resolutions to issue in total 6 million options to directors in lieu of reduced director fees as well as 1.5 million options to Quattro Capital Group for its services for the \$300,000 Private Placement for the Company.
- On 18 September 2015, Bligh announced the appointment of Mr Bill Richie Yang as a Non Executive Director of the company. Following the appointment, Mr Bill Richie Yang ceased to be an Alternate Director for Mr Jinle Song.
- Except as described above, there has not been any matter or circumstance that has arisen since the end of the financial year that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

Going concern basis of accounting

The financial report has been prepared using the going concern basis of accounting, which indicates continuity of business activities and realisation of assets and settlement of liabilities in the normal course of business.

The Group has incurred an operating loss of \$1,561,778 and cash outflows of \$527,975 during the 12 months to 30 June 2015. The Group has cash and cash equivalents of \$230,520 at 30 June 2015. Consistent with the nature of the Group's activities and its ongoing investment into exploration projects, additional funds will be required to continue to support the exploration efforts of the Group. The continuing viability of the Group and its ability to continue as a going concern and meet the required level of expenditure is dependent on one or more of the following:

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- Reducing materially, if required, the Group's ongoing operating and exploration costs, to suit available financial resources and the timing of anticipated raising of new capital.
- Continue raising appropriate funding through equity.
- Fast tracking the development of the Bundarra Gold Project held by SRM in order to generate positive cash flow in the medium term which may be achieved through the recently announced Joint Venture MOU with Angler Mining Pty Ltd, where the Joint Venture Agreement completion date has been amended to 9 October 2015, and continuing the program to review the resource base at Bundarra to determine the most viable future course of action with respect to the project. Angler must advance \$25,000 cash within 3 business days of signing the JV Agreement and \$200,000 cash on or before 15 November 2015 to SRM. Angler must also subscribe \$250,000 of Bligh shares within 45 days of signing of JV Agreement. On completion of the above, SRM shall transfer 50% of Bundarra interest to Angler as part of the arrangement.
- The ability to resolve the Western Australia Office of State Revenue issue regarding the Bundarra stamp duty of \$182,413.

The Directors believe the Group will be successful in its future plans as detailed above, and have therefore prepared the annual report on the going concern basis. The Directors are of the opinion that no asset is likely to be realised for an amount less than the amount at which it is recorded in the financial report at 30 June 2015. Accordingly no adjustments have been made in the financial report relating to the recoverability and classification of the carrying amounts of any assets, or the amounts and classification of liabilities that might be necessary should the Group not be able to continue as a going concern.

The attached annual report for the year ended 30 June 2015 contains an Independent Auditor's Report which includes an emphasis of matter paragraph in regard to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern.

Future Developments, Prospects and Business Strategies

In the forthcoming financial year, Bligh will be focussing on exploration and development activities at the flagship Bundarra Gold Project. In the event of a formal Joint Venture Agreement with Angler in line with the Joint venture MOU executed, the Board shall actively manage its 50% interest in the Bundarra Project including working co-operatively with Angler on any development funding arrangements. In the event the proposed Joint Venture Agreement does not go ahead, the Board shall engage in alternative development funding discussions with various mining groups and funders to consider options for financing to provide the necessary Project development related capital and operational expenditure.

In addition, Bligh will continue its exploration program at the Leonora Project and shall consider continue to look for additional gold project opportunities.

Information on Directors

The following persons were Directors of the company during the financial year and up to the date of this report unless otherwise stated:

Robert Benussi	- Chief Executive Officer / Director – resigned 8 October 2014.
	- Managing Director –Corporate/ CFO – appointed 1 July 2011. Chief Executive Officer – appointed 10 May 2012.
Qualifications	- Diploma from the Institute of Public Accountants- MIPA.
Experience	- N/A
Interest in Shares & Options Including related parties	- 5,851,934 Fully Paid Ordinary shares. 3,900,000 Unlisted Options.
Special Responsibilities	- Audit Committee (audit committee ceased operation subsequent to 30 June 2013).
Directorships held in listed entities during the 3 years prior to the current year	- Non-Executive Director of Aard Metals Limited from 28 June 2011 to 30 September 2014.

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Eric King Wai Chan	- Non-Executive Director – resigned 3 July 2015.
Qualifications	- Bachelor of Laws and Bachelor of Science in Information Technology from the University of Technology Sydney. Admitted as a Solicitor of the Supreme Court of NSW and High Court of Australia.
Experience	- N/A
Interest in Shares & Options	- 801,804 Fully Paid Ordinary shares.
Special Responsibilities	- Nil
Directorships held in listed entities during the 3 years prior to the current year	- Non-Executive Director of Tomizone Limited (formerly PHW Consolidated Limited) (ASX: TOM) Appointed 3 July 2014.
Peiqi Zhang	- Non-Executive Director - appointed 2 May 2012.
Qualifications	- N/A
Experience	- Mr Peiqi Zhang has more than 30 years experience and knowledge in the Chinese mining industry. Mr Zhang is the Chairman and founder of China Shanxi Guxian Jin Yu Coking Co., Ltd, Chairman of Inner Mongolia Jiyuan Iron and Steel Company, a senior member of Shanxi Province Federation of Industry and the Standing Committee, and a senior member of the CPPCC Standing Committee of Linfen City. China Shanxi Guxian Jin Yu Coking Co., Ltd mining enterprise has annual sales income of more than one billion yuan, fixed assets of 500 million yuan, employs 650 workers and has an annual production of 800,000 tons of coal. He is also a fellow of world academy of productivity science, and the Vice President of Glory Institution, a well-known charity organisation in China. Mr Zhang is one of the prominent leaders in the mining industry of Shanxi Province.
Interest in Shares & Options	- 4,000,000 Fully Paid Ordinary shares.
Special Responsibilities	- N/A
Directorships held in listed entities during the 3 years prior to the current year	- Appointed as Non-Executive Director to the Board of Dampier Gold Limited (ASX: DAU) on 21 November 2013.
Zhijie Li	
Alternate for Peiqi Zhang	- Non-Executive Alternate Director– appointed 29 June 2012
Qualifications	- Mr Li graduated from Tsinghua University in 2006, obtaining an MBA degree.
Experience	- Mr Li is experienced in management and project negotiations. He has worked for Hua Wei, a leading global ICT solutions provider during the period of 2001 to 2003. Mr Li is the Chairman and the founder of Xinxiang Hua Jie vocational school, a position he has held since 2007. Mr Li has been the deputy general manager of Beijing Jin Yu Qi Zhen Investment Co.,Ltd. since September 2011.
Interest in Shares & Options	- 582,333 Fully Paid Ordinary shares.
Special Responsibilities	- N/A
Directorships held in listed entities during the 3 years prior to the current year	- Nil

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Jinle Song	- Non-Executive Director– appointed 7 August 2012
Qualifications	- N/A
Experience	- Mr. Jinle Song is specialised in the production of Manganese alloy with rich production and sales experience since 1992. He has very good relations and cooperation with the major professional manganese producers internationally and is renowned and has good reputation in the industry. Mr Jinle Song's appointments include <ul style="list-style-type: none">- Shanxi Electric Power Exploration & Design institute (1978 -1992)- Factory-Director – Shanxi Jiaocheng Yiwang Ferroalloy Co., Ltd (1992 - 2004)- Chairman-Shanxi Jiaocheng Yiwang Ferroalloy Co., Ltd (2004 - Current)
Interest in Shares & Options Including related parties	- 4,666,667 Fully Paid Ordinary shares.
Special Responsibilities	- N/A
Directorships held in listed entities during the 3 years prior to the current year	- Nil
Bill Richie Yang	- Non-Executive Director – (appointed 2 September 2013 as Alternate to Jinle Song, and appointed non-executive director 18 September 2015)
Qualifications	- University of New South Wales – B.Fins / B.Econ
Experience	- Richie specialises in corporate finance and business consulting for junior exploration/mining companies in Australia. With over ten years of experience working with public and private companies, Richie was instrumental in numerous successful corporate restructures, project financing, capital raising as well as management reforms.
Interest in Shares & Options	- 1,477,000 Fully Paid Ordinary shares. 3,000,000 Unlisted Options.
Special Responsibilities	- N/A
Directorships held in listed entities during the 3 years prior to the current year	- Appointed as independent Non-Executive Director to the Board of Gold Mountain Limited (ASX: GMN) between 2 June 2014 – 18 July 2014. Appointed as Non-Executive Director to the Board of Stonewall Resources Limited (ASX: SWJ) on 18 June 2015.
Dr Eric Zhang	- Non-Executive Director – appointed 28 August 2014
Qualifications	- University of Macquarie – Doctor of Philosophy University of Macquarie – Master of Science University of Technology – Master of Engineering
Experience	- Dr Eric Zhang is Chief Executive Officer and Director of Tasman Funds Management Pty Ltd. He is also Director of China Construction International Corporation (Australia) Pty Ltd. In 2013, Dr Zhang was appointed Chief Executive Officer and Director of PIA Investors Private Fund Pty Ltd.
Interest in Shares & Options	- Indirect -15,000,000 Fully Paid Ordinary shares.
Special Responsibilities	- N/A
Directorships held in listed entities during the 3 years prior to the current year	- Appointed as Non-Executive Director to the Board of Stonewall Resources Limited (ASX: SWJ) on 18 June 2015.

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Mr Tianbao Wang	- Non-Executive Director – appointed 28 August 2014
Qualifications	- Nanjing Forestry University – Bachelor of Advertising Tsinghua University – EMBA
Experience	- Mr Wang has been in the import and export business since 2001 and from July 2005 to present served as General Manager and then Chairman of Jiangsu High Hope Electric Company Ltd, a subsidiary of Jiangsu High Hope International Group. Since April 2008 Mr Wang has been a Director and General Manager of Jiangsu International Company Ltd. More recently, Mr Wang has been Chairman of the Board, Chief Executive Officer and President of NASDAQ-listed Lihua International Inc. (NASDAQ: LIWA) since June 2014.
Interest in Shares & Options	- Nil - Fully Paid Ordinary shares.
Special Responsibilities	- N/A
Directorships held in listed entities during the 3 years prior to the current year	- Nil

Company Secretary

Ian White	- Mr Ian White was appointed to the position of Company Secretary on 18 November 2014.
	Ian is an experienced business professional who holds a Bachelor of Business, a Graduate Diploma in Company Secretarial Practise and an MBA specialising in marketing. His experience has been gained over 38 years including periods as CFO and Group Company Secretary for a number of large ASX listed companies. More recently, Ian has focused on the resources sector.
	Ian was appointed as Company Secretary of Bligh Resources Limited on 18 November 2014 and is a Director of Professional Edge Pty Ltd, a company that provides legal, financial and company secretarial services to a number of ASX listed companies.

Anna Sandham	- Ms Anna Sandham was appointed to the position of Company Secretary on 2 September 2013. (resigned 18 November 2014)
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Meetings of Directors

During the financial year, 11 meetings of Directors were held. Attendances by each Director during the year were as follows:

Director	Number eligible to attend	Number attended
Robert Benussi	5	5
Eric Chan	11	10
Peiqi Zhang	11	9
Zhijie Li ¹	11	3
Jinle Song	11	-
Bill Richie Yang ²	11	11
Eric Zhang	9	7
Tianbao Wang	9	7

¹ Alternate Director for P Zhang

² Alternate Director for J Song

Committee Meetings

No committees were formed or operated during financial year under review.

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Directors' Interests

Particulars of Directors' interests in securities as at the date of this report are as follows:

Director	Ordinary Shares	Options over Ordinary Shares
Robert Benussi*	5,851,934	3,900,000
Eric Chan	801,804	Nil
Peiqi Zhang	4,000,000	Nil
Zhijie Li	582,333	Nil
Jinle Song*	4,666,667	Nil
Bill Richie Yang	1,477,000	3,000,000
Eric Zhang*	15,000,000	Nil
Tianbao Wang	Nil	Nil

*includes related parties

Environmental Issues

The Group's operations are subject to general environmental regulation under the laws of the States and Territories of Australia in which it operates. In addition, the various exploration interests held by the Group impose environmental obligations on it in relation to site remediation following sampling and drilling programs.

The Board is aware of these requirements and management is charged to ensure compliance. The Directors are not aware of any breaches of these environmental regulations and licence obligations during the year.

Indemnifying Insurance of Officers and Auditors

Under the Constitution of Bligh, Bligh indemnifies, to the extent permitted by law, each Director and Secretary of Bligh against any liability incurred by that person as an officer of Bligh. During the financial year, Bligh paid a premium of \$8,890 (including GST and stamp duty) for a Directors' and Officers' liability insurance policy, which covers all Directors and officers of Bligh. The Group has not, during or since the financial year, indemnified or agreed to indemnify the auditor of the Company or any related body corporation against a liability incurred by the auditor.

Options

As at 30 June 2015 there were 16,300,000 (2014: 16,000,000) options over unissued shares in Bligh. These options were granted during the financial years 30 June 2010 and 30 June 2015. Since 30 June 2015 to the date of this Annual Report, on 17 September 2015, the shareholders approved through a general meeting to issue the following options:

- 1,500,000 to an unrelated party, exercise price of \$0.026 per share, 2 years expiry,
- 6,000,000 to Directors as compensation for forfeiture of directors' fees, exercise price of \$0.05 per share, 2.5 years expiry.

The above options shall be issued to the respective related and unrelated parties in due course.

Proceedings on Behalf of Company

No person has applied for leave of Court to bring proceedings on behalf of the Group or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the Group for all or any part of Group proceedings. The Group was not a party to any such proceedings during the year.

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Non-audit Services

The Group may decide to employ the auditor on assignments additional to their statutory audit duties where the auditor's expertise and experience with the Group are important.

The Board has considered the non-audit services provided during the year by the auditor and is satisfied that the provision of those non-audit services during the year by the auditor is compatible with and did not compromise the auditor independence requirements of the *Corporations Act 2001* for the following reasons:

- all non-audit services were subject to the corporate governance procedures adopted by the Company and have been reviewed by the board to ensure they do not impact the impartiality and objectivity of the auditor.
- none of the services undermine the general principles relating to auditor independence as set out in APES 110 Code of Ethics for Professional Accountants.

During the year there were no non-audit services provided by the auditor of the Group, its related practices and non-related audit firms other than:

	2015	2014
	\$	\$
Other services		
HLB Mann Judd – other services	3,000	2,500
Total remuneration for non-audit services	3,000	2,500

Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 30 June 2015 has been received and can be found on page 27 of the financial report.

Remuneration Report (Audited)

This report details the nature and amount of remuneration for each Director of Bligh and for all Key Management Personnel receiving the highest remuneration.

Remuneration Policies and Practices

In relation to remuneration issues, the Board has established policies to ensure that Bligh remunerates fairly and responsibly. The Remuneration Policy of the Board is designed to ensure that the level and composition of remuneration is competitive, reasonable and appropriate for the results delivered and to attract and maintain desirable directors and employees.

The remuneration structures reward the achievement of strategic objectives to achieve the broader outcome of creation of value for shareholders. The Board of Bligh believes the remuneration policy to be appropriate and effective in its ability to attract and retain the most suitably qualified and experienced executives and Directors to run and manage the Company, as well as create goal congruence between Directors, executives and shareholders.

No amounts have been paid during the year to external parties for services in relation to the Company's remuneration policies and procedures.

Non-Executive Director Remuneration

Fees - Non-Executive Director Fees are determined within an aggregate Directors' fee pool limit, which are periodically approved by shareholders in general meeting. The current limit is \$250,000. During the year ended 30 June 2015, \$192,000 of the fee pool was paid to the Non-Executive Directors.

Equity Participation - Non-Executive Directors' remuneration may be by way of a fixed annual fee supplemented by the issue of incentive options under the Bligh Resources Limited Employee Option Plan and is subject to the approval of shareholders in general meeting.

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Retirement Benefits - Non-Executive Directors do not receive retirement benefits, other than statutory superannuation entitlements.

Other Key Management Personnel Remuneration

Other Key Management Personnel (including Executive Directors) are offered a base salary, which is reviewed on a periodic basis, having regard to market practices and the skills and experience of the Executive.

Other Key Management Personnel receive other benefits as part of their type of employment, which may include a mobile phone and laptop.

Selected Other Key Management Personnel are invited to participate in the Bligh Resources Limited Employee Option Plan.

There are no termination benefits payable to Other Key Management Personnel, other than payment of their statutory outstanding entitlements such as annual and long services leave.

Relationship between Remuneration Policy and the Group's Performance

The table below sets out summary information about the Group's earnings and movements in shareholder wealth for the five years to 30 June 2015.

	2015 \$	2014 \$	2013 \$	2012 \$	2011 \$
Total Revenue	142,297	1,140,070	102,783	170,449	70,460
Net Profit (loss) after tax	(1,561,778)	137,709	(1,648,899)	(614,152)	(177,905)
Share price year end	0.020	0.037	0.025	0.11	N/A
Dividends paid cents per share	-	-	-	-	-

Note: Bligh was admitted to the Official List of ASX Limited on 24 November 2011. Therefore no share price for 30 June 2011 year end.

Details of the Bligh's Resources Limited Employee Option Plan (Plan) and specific information on the performance conditions are set out below:

Bligh Resources Limited Employee Option Plan

Options are offered to select employees and Key Management Personnel of Bligh. Non-Executive Directors are entitled to participate in the Option Plan as well.

Subject to the achievement of service conditions, options may vest and be converted into ordinary Bligh shares on a one-for-one basis. An exercise price is payable upon the conversion of options.

There are no voting or dividend rights attaching to the options until they are exercised by the employee, at which point ordinary shares which rank equally with all other Bligh shares are issued.

All options expire on the earlier of their expiry date or termination of the individual's employment.

Rationale

The Option Plan is designed to reward and retain directors, Key Management Personnel and select employees of Bligh.

The vesting conditions have been designed to ensure correlation between Bligh's share price performance and value delivered to shareholders.

Only when the share price increases can options vest and be exercised; share price increases are one of the considerations of the consequences of Bligh's performance on shareholder wealth for the purposes of 300A(1AB) of the *Corporations Act*. The Plan therefore not only aligns the interests of shareholders and participants alike, but in turn assists in increasing shareholder value.

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Anti-Hedging Policy

No Bligh employee is permitted to enter into transactions with securities (or any derivative thereof) which limit the economic risk of any unvested entitlements awarded under any Bligh equity-based remuneration scheme currently in operation or which will be offered by Bligh in the future.

As part of Bligh's due diligence undertaken at the time of half and full year results, Bligh's equity plan participants are requested to confirm that they have not entered into any such prohibited transactions.

Continuous Improvement

Bligh will continually review all elements of its remuneration philosophy to ensure that they are appropriate from the perspectives of governance, disclosure, reward and market conditions.

Remuneration Summary

Details of the remuneration of the Directors and key management personnel of Bligh (as defined in AASB 124 *Related Party Disclosures*) are set out in the following table:

Key Management Personnel Remuneration

2015

Key Management Personnel	Short-term Benefits				Post-employment Benefits
	Cash, salary, commissions	Cash profit share	Non-cash benefit	Termination Benefits	Super-annuation
Directors	\$	\$	\$	\$	\$
Mr Robert Benussi ¹	79,399	—	—	50,000	—
Mr Eric Chan ²	—	—	—	—	—
Mr Bill Richie Yang ³	69,000	—	—	—	—
Mr Peiqi Zhang	36,000	—	—	—	—
Mr Zhijie Li	—	—	—	—	—
Mr Jinle Song	—	—	—	—	—
Dr Eric Zhang ⁴	60,000	—	—	—	—
Mr Tianbao Wang	27,000	—	—	—	—
	271,399	—	—	50,000	—

¹ Consultancy fees were paid to Intrepid Concepts Pty Ltd.

² Directors fees were paid to Aura Capital Investments Pty Ltd.

³ Directors and Consultancy fees were paid to V Capital Investments Pty Ltd.

⁴ Directors fees were paid to Australia Capital Services Pty Ltd.

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Key Management Personnel Remuneration (Cont'd)

2015

Key Management Personnel	Other Long-term Benefits			Share-based Payments		Total	Performance Related
	Other	Equity	Options				
Directors	\$	\$	\$	\$	%		
Mr Robert Benussi	—	—	—	129,399	—		
Mr Eric Chan	—	—	—	—	—		
Mr Bill Richie Yang	—	—	—	69,000	—		
Mr Peiqi Zhang	—	—	—	36,000	—		
Mr Zhijie Li	—	—	—	—	—		
Mr Jinle Song	—	—	—	—	—		
Dr Eric Zhang	—	—	—	60,000	—		
Mr Tianbao Wang	—	—	—	27,000	—		
	—	—	—	321,399	—		

2014

Key Management Personnel	Short-term Benefits				Post-employment Benefits
	Cash, salary, commissions	Cash profit share	Non-cash benefit	Termination Benefits	Super-annuation
Directors	\$	\$	\$	\$	\$
Mr Noel Halgreen ¹	12,000	—	—	—	—
Mr Robert Benussi ²	200,000	—	—	—	—
Mr Eric Chan ³	33,000	—	—	—	—
Mr Bill Richie Yang ⁴	27,000	—	—	—	—
Mr Peiqi Zhang	18,000	—	—	—	—
Mr Zhijie Li	—	—	—	—	—
Mr Jinle Song	9,000	—	—	—	—
Dr Eric Zhang	—	—	—	—	—
Mr Tianbao Wang	—	—	—	—	—
	299,000	—	—	—	—

¹ Directors fees were paid to Carianto Pty Ltd.

² Consultancy fees were paid to Intrepid Concepts Pty Ltd.

³ Directors fees were paid to Aura Capital Pty Ltd.

⁴ Directors fees were paid to V Capital Pty Ltd.

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Key Management Personnel Remuneration (Cont'd)

2014

Key Management Personnel	Other Long-term Benefits	Share-based Payments		Total	Performance Related
		Other	Equity		
	\$	\$	\$	\$	%
Directors					
Mr Noel Halgreen	—	—	—	12,000	—
Mr Robert Benussi	—	—	—	200,000	—
Mr Eric Chan	—	—	—	33,000	—
Mr Bill Richie Yang	—	—	—	27,000	—
Mr Peiqi Zhang	—	—	—	18,000	—
Mr Zhijie Li	—	—	—	—	—
Mr Jinle Song	—	—	—	9,000	—
Dr Eric Zhang	—	—	—	—	—
Mr Tianbao Wang	—	—	—	—	—
	—	—	—	299,000	—

Options and Rights Over Equity Instruments Granted as Compensation

During the reporting period, no (2014: Nil) options over ordinary shares in Bligh were granted as compensation to the key management personnel

During the reporting period, no (2014: Nil) options were vested.

Exercise of Options Granted As Compensation

During the reporting period, no (2014: Nil) shares were issued to founders, Directors or personnel on the exercise of options previously granted as compensation.

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Analysis Of Options And Rights Over Equity Instruments Granted As Compensation

Details of the vesting profile of the entitlement to options granted as remuneration to each of the key management personnel are set out on the below:

	Details of Options - 2015					Value yet to vest	
	Number	Grant Date	% vested in year	% forfeited in year ¹	Financial year in which grant vests	Min (\$)	Max (\$)
Directors							
Mr Robert Benussi	3,900,000	23 July 2009	0%	0%	2009	-	-
Mr Eric Chan	-	-	-	-	-	-	-
Mr Bill Richie Yang	3,000,000	23 July 2009	0%	0%	2009	-	-
Mr Peiqi Zhang	-	-	-	-	-	-	-
Mr Zhijie Li	-	-	-	-	-	-	-
Mr Jinle Song	-	-	-	-	-	-	-
Dr Eric Zhang	-	-	-	-	-	-	-
Mr Tianbao Wang	-	-	-	-	-	-	-

¹ The percentage forfeited in the year represents the reduction from the maximum number of options available to vest due to the highest performance criteria not being achieved.

	Details of Options - 2014					Value yet to vest	
	Number	Grant Date	% vested in year	% forfeited in year ¹	Financial year in which grant vests	Min (\$)	Max (\$)
Directors							
Mr Noel Halgreen	-	-	-	-	-	-	-
Mr Robert Benussi	3,900,000	23 July 2009	0%	0%	2009	-	-
Mr Eric Chan	-	-	-	-	-	-	-
Mr Bill Richie Yang	3,000,000	23 July 2009	0%	0%	2009	-	-
Mr Peiqi Zhang	-	-	-	-	-	-	-
Mr Zhijie Li	-	-	-	-	-	-	-
Mr Jinle Song	-	-	-	-	-	-	-
Mr Dinghao Song	-	-	-	-	-	-	-
Mr Charles Guy	-	-	-	-	-	-	-
Mr Hanjing Xu	-	-	-	-	-	-	-

¹ The percentage forfeited in the year represents the reduction from the maximum number of options available to vest due to the highest performance criteria not being achieved.

BLIGH RESOURCES LIMITED
ABN 83 130 964 162

DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2015

Analysis of Movements In Options

The movement during the reporting period, by total number of entitlement to options over ordinary shares in Bligh held by key management personnel is detailed below:

2015

There were no movements in 2015 financial year.

2014

There were no movements in 2014 financial year.

Loans to directors and executives

As at the reporting date the Group has not provided any loans to Directors or executives.

Summary Of Key Contracts Terms

As at reporting date, no Directors or Other Key Management Personnel were employed under contracts.

End of Audited Remuneration Report

BLIGH RESOURCES LIMITED
ABN 83 130 964 162

DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2015

Corporate Governance

The Directors aspire to maintain the standards of Corporate Governance appropriate to Bligh.

Auditor

HLB Mann Judd was appointed as auditor on 17 November 2013 in accordance with Section 327 of the *Corporations Act 2001*.

This report is signed in accordance with a resolution of the Board of Directors.



Bill Richie Yang
Non-Executive Director

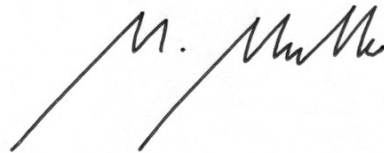
Dated this 30th day of September 2015

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the consolidated financial report of Bligh Resources Limited for the year ended 30 June 2015, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

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

This declaration is in respect of Bligh Resources Limited and the entities it controlled during the year.



Sydney, NSW
30 September 2015

M D Muller
Partner

BLIGH RESOURCES LIMITED
ABN 83 130 964 162

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED
30 JUNE 2015

	NOTE	CONSOLIDATED	
		2015 \$	2014 \$
Revenue from continuing operations	2	142,297	1,140,070
Exploration and evaluation expenditure written off	14	(1,147,048)	(58,496)
Administration costs		(82,038)	(111,500)
Consultancy fees		(34,747)	(152,146)
Depreciation and amortisation expenses		(4,537)	(28,232)
Directors, employees and consultants expenses		(246,127)	(256,984)
Occupancy expenses		(43,017)	(45,751)
Travelling expenses		(16,278)	(7,841)
Legal and professional fees		(130,283)	(91,326)
Other expenses	3	-	(7,154)
Share of net loss of associate accounted for using equity method	26	-	(45,376)
Loss on disposal of exploration and evaluation expenditure		-	(117,750)
Loss on disposal of associate		-	(79,805)
(Loss) Profit from continuing operations before income tax for the year		(1,561,778)	137,709
Income tax expense	4	-	-
(Loss) Profit for the year		(1,561,778)	137,709
Other comprehensive income			
<i>Items that may be reclassified to profit or loss</i>			
Increase in fair value of available-for-sale financial assets		-	30,780
Total comprehensive (loss) income for the year		(1,561,778)	168,489
Total comprehensive (loss) income for the year is attributable to:			
Owners of the company		(1,583,249)	147,075
Non-controlling interests		21,471	21,414
		(1,561,778)	168,489
Earnings per share for (loss) profit attributable to the ordinary equity holders of the company:		Cents	Cents
Basic earnings per share	8	(2.13)	0.19
Diluted earnings per share	8	(2.13)	0.19

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

BLIGH RESOURCES LIMITED
ABN 83 130 964 162

BALANCE SHEET
AS AT 30 JUNE 2015

		CONSOLIDATED	
	NOTE	2015	2014
		\$	\$
Current Assets			
Cash and cash equivalents	9	230,520	758,495
Trade and other receivables	11	88,250	122,385
Other	12	48,415	-
Total current assets		367,185	880,880
Non-current Assets			
Property, plant and equipment	13	133	20,219
Exploration and evaluation expenditure	14	3,651,225	4,564,400
Available-for-sale financial assets	30	500	500
Total non-current assets		3,651,858	4,585,119
Total Assets		4,019,043	5,465,999
Current Liabilities			
Trade and other payables	15	141,612	615,031
Borrowings	16	400,000	168,044
Employee benefits	17	4,255	26,470
Total current liabilities		545,867	809,545
Non-current Liabilities			
Borrowings	16	-	562,500
Total non-current liabilities		-	562,500
Total Liabilities		545,867	1,372,045
Net Assets		3,473,176	4,093,954
Equity			
Issued capital	18	7,387,182	6,446,182
Reserves	19	(1,650)	(1,650)
Accumulated losses		(3,927,424)	(2,499,140)
Capital and reserves attributable to owners of Bligh Resources Limited		3,458,108	3,945,392
Non-controlling interests		15,068	148,562
Total equity		3,473,176	4,093,954

The above balance sheet should be read in conjunction with the accompanying notes.

BLIGH RESOURCES LIMITED
ABN 83 130 964 162

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED
30 JUNE 2015

	<u>Attributable to owners of Bligh Resources Limited</u>					Total Equity \$
	Issued Capital (Ordinary)	Reserves	Accumulated Losses	Total attributable to owners	Non-Controlling Interest	
	\$	\$	\$	\$	\$	
Consolidated Balance at 1 July 2013	6,406,182	(32,430)	(2,488,287)	3,885,465	-	3,885,465
Profit for the year	-	-	116,295	116,295	21,414	137,709
Other comprehensive income	-	30,780	-	30,780	-	30,780
Total comprehensive income for the year	-	30,780	116,295	147,075	21,414	168,489
Transactions with owners:						
Contribution of equity, net of transaction costs	40,000	-	-	40,000	-	40,000
Non-controlling interests on acquisition of subsidiary	-	-	(127,148)	(127,148)	127,148	-
Consolidated Balance at 30 June 2014	6,446,182	(1,650)	(2,499,140)	3,945,392	148,562	4,093,954
Consolidated Balance at 1 July 2014	6,446,182	(1,650)	(2,499,140)	3,945,392	148,562	4,093,954
(Loss) Profit for the year	-	-	(1,583,249)	(1,583,249)	21,471	(1,561,778)
Total comprehensive income for the year	-	-	(1,583,249)	(1,583,249)	21,471	(1,561,778)
Transactions with owners:						
Contribution of equity, net of transaction costs	941,000	-	-	941,000	-	941,000
Transactions with non-controlling interests	-	-	154,965	154,965	(154,965)	-
Consolidated balance at 30 June 2015	7,387,182	(1,650)	(3,927,424)	3,458,108	15,068	3,473,176

The above statement of changes in equity should be read in conjunction with the accompanying notes.

BLIGH RESOURCES LIMITED
ABN 83 130 964 162

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED
30 JUNE 2015

	NOTE	CONSOLIDATED 2015 \$	2014 \$
Cash flows from Operating Activities			
Other receipts (inclusive of GST)		66,535	637,097
Payments to suppliers and employees (inclusive of GST)		(742,175)	(447,905)
Interest received		18,414	97,513
Interest paid		-	(2,440)
Net cash (outflow) inflow from operating activities	10	<u>(657,226)</u>	<u>284,265</u>
Cash flows from Investing Activities			
Proceeds from sale of fixed assets		25,168	-
Payments for exploration and evaluation		(398,873)	(527,711)
Repayment of loans and royalty		(400,000)	-
Proceeds from loan repayments		-	62,500
Proceeds from acquisition of subsidiary, net of cash acquired		-	34,379
Proceeds from sale of financial assets		-	52,836
Proceeds from sale of exploration and evaluation		-	26,250
Net cash outflow from investing activities		<u>(773,705)</u>	<u>(351,746)</u>
Cash flows from Financing Activities			
Proceeds from issue of shares (net of transaction costs)		921,000	-
Repayment of lease liabilities		(18,044)	(16,498)
Net cash inflow (outflow) from financing activities		<u>902,956</u>	<u>(16,498)</u>
Net decrease in cash held		(527,975)	(83,979)
Cash at beginning of financial year		<u>758,495</u>	<u>842,474</u>
Cash at end of financial year	10	<u><u>230,520</u></u>	<u><u>758,495</u></u>

The above statement of cash flows should be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

Note 1: Statement of Significant Accounting Policies

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

Corporate Information

The financial report of Bligh Resources Limited (“the Company” or “Bligh”) and its controlled entities (“the Group” or “consolidated entity”) for the year ended 30 June 2015 was authorised to issue in accordance with a resolution of the Directors on 30 September 2015. (The directors have the power to amend and re-issue the financial report).

Bligh Resources Limited is a company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Bligh Resources Limited
Level 9
53 Walker Street
NORTH SYDNEY NSW 2060

Basis of Preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board, Urgent Issues Group Interpretations and the *Corporations Act 2001*. Bligh is a for-profit entity for the purpose of preparing the financial statements.

(i) Compliance with IFRS

The financial statements of Bligh Resources Limited also comply with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

(ii) Historical cost convention

These financial statements are presented under historical cost convention, unless otherwise stated.

(iii) Critical accounting estimates

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group’s accounting policies. The area involving a higher degree of judgement of complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 1(n).

(iv) New and Amended Accounting Standards Adopted by the Group

There are no Standards, Interpretations or amendments to existing Standards that are mandatorily effective for the first time for the financial year beginning 1 July 2014 that have a material impact on the Group.

Certain new accounting standards and interpretations have been published that are not mandatory for 30 June 2015 reporting periods and have not yet been applied in the financial report. The Group’s assessment of the impact of these new standards and interpretations is set out below.

AASB 9 ‘Financial Instruments’, AASB 2009-11 ‘Amendments to Australian Accounting Standards arising from AASB 9’ and AASB 2010-7 ‘Amendments to Australian Accounting Standards arising from AASB 9 (December 2010)’, effective from 1 January 2018, expected to be initially applied in the financial year ending 30 June 2019. AASB 9 Financial Instruments addresses the classification and measurement of financial assets. The current four categories of financial assets, stipulated in AASB 139 Financial Instruments: Recognition and Measurement will be replaced with two measurement categories: fair value and amortised cost. AASB 9 only permits the recognition of fair value gains/(losses) in other comprehensive income if they relate to equity investments that are not held for trading. Fair value gains/(losses) on debt investments, for example, will therefore have to be recognised directly in profit or loss.

The Group does not expect any significant impact on the financial statements arising from an adoption of these Standards.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

Note 1: Statement of Significant Accounting policies (continued)

(a) Going Concern Basis of Accounting

The financial report has been prepared using the going concern basis of accounting, which indicates continuity of business activities and realisation of assets and settlement of liabilities in the normal course of business. The Group has incurred an operating loss of \$1,561,778 and net cash outflows of \$527,975 during the 12 month period to 30 June 2015. The Group has a deficiency in working capital of \$178,682. The Group has cash and cash equivalents of \$230,520 at 30 June 2015. Consistent with the nature of the Group's activities and its ongoing investment into exploration projects, additional funds will be required to continue to support the exploration efforts of the Group. Based on the Group's current cash flow forecast and contractual liabilities the Group will utilise all its cash reserves by December 2015.

The continuing viability of the Group and its ability to continue as a going concern and meet the required level of expenditure are dependent upon on one or more of the following:

- Reducing materially, if required, the Group's ongoing operating costs, to suit available financial resources and the timing of anticipated new capital raising.
- Raising appropriate funding through equity.
- Fast tracking the development of the Bundarra Gold Project held by SRM in order to generate positive cash flow in the medium term which may be achieved through the recently announced Joint Venture Memorandum of Understanding with Angler Mining Pty Ltd ("Angler"), where the Joint Venture Agreement completion date has been amended to 9 October 2015, and continuing the program to review the resource base at Bundarra to determine the most viable future course of action with respect to the project. Angler must advance \$25,000 cash within 3 business days of signing the JV Agreement and \$200,000 cash on or before 15 November 2015 to SRM. Angler must also subscribe \$250,000 of Bligh shares within 45 days of signing the JV Agreement. On completion of the above, SRM shall transfer 50% of Bundarra interest to Angler as part of the arrangement.
- The ability to resolve the Western Australia Office of State Revenue issue regarding the Bundarra stamp duty of \$182,413.

As a result of these matters, there is a material uncertainty that the Group will continue as a going concern and, therefore, whether it will realise its assets and settle its liabilities and commitments in the normal course of business and at the amounts stated in the financial report.

The directors believe the Group has sufficient funding and will be successful in its future plans as detailed above, and have therefore prepared the annual report on the going concern basis. The directors are of the opinion that no asset is likely to be realised for an amount less than the amount at which it is recorded in the financial report at 30 June 2015. Accordingly no adjustments have been made in the financial report relating to the recoverability and classification of the carrying amounts of any assets, or the amounts and classification of liabilities that might be necessary should the Group not be able to continue as a going concern.

(b) Basis of Consolidation

The consolidated financial statements are those of the consolidated entity, comprising Bligh (the parent company) and all entities that Bligh controlled from time to time during the year and at reporting date.

Subsidiaries are all entities (including structure entities) over which the Group has control.

The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date control ceases.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

Note 1: Statement of Significant Accounting policies (continued)

The financial information in respect of controlled entities is prepared for the same reporting period as the parent Group using consistent accounting policies. Adjustments are made to bring into line dissimilar accounting policies that may exist.

All intercompany balances and transactions, including unrealised profits arising from intra-group transactions, have been eliminated in the consolidated accounts. Unrealised losses are eliminated unless costs cannot be recovered.

Non-controlling interests represent the portion of profit or loss and net assets in subsidiaries which are not 100% owned by the Group. These are presented separately in the statement of comprehensive income and within equity in the statement of financial position. When the Group acquires a non-controlling interest in a subsidiary, the transaction is accounted for as a transaction between owners in their capacities as owners and the difference between purchase price and recorded value of non-controlling interest is accounted for as an equity transaction.

(c) Investments in Associates

Associates are all entities over which the Group has significant influence but not control or joint control, generally accompanying a shareholding representing between 20% and 50% of the voting rights in the investee. Investments in associates are accounted for using the equity method of accounting, after initially being recognised at cost. The Group's investment in associates includes goodwill (if any) recognised on acquisition.

The Group's share of its associates post-acquisition profits or losses is recognised in profit or loss, and its share of post-acquisition other comprehensive income is recognised in other comprehensive income. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment.

When the Group's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured long-term receivables, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the associate.

Unrealised gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associate. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred.

(d) Income Tax

The income tax expense or revenue for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the countries where the Group's subsidiaries and associates operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, the deferred income tax is not accounted for if it arises from initial recognition of goodwill. Deferred income tax is also not recognised for if it arises from an initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects either accounting nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

Note 1: Statement of Significant Accounting policies (continued)

Deferred tax liabilities and assets are not recognised for temporary differences between the carrying amount and tax bases of investments in foreign operations where the Group is able to control the timing of the reversal of the temporary differences and it is probable that the differences will not reverse in the foreseeable future.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously. Current and deferred tax is recognised in the statement of comprehensive income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

(e) Exploration and Evaluation Expenditure

Exploration and evaluation expenditure incurred by or on behalf of the Group is accumulated separately for each area of interest. Such expenditure comprises direct costs and depreciation and does not include general overheads or administrative expenditure not having a specific nexus with a particular area of interest. Exploration expenditure for each area of interest is carried forward as an asset provided the rights to tenure of the area of interest are current and one of the following conditions is met:

- the exploration and evaluation expenditures are expected to be recouped through successful development and exploitation of the area of interest, or alternatively, by its sale; or
- exploration and evaluation activities in the area of interest have not at the reporting date reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active and significant operations in, or in relation to, the area of interest are continuing.

Exploration expenditure is written off when it fails to meet at least one of the conditions outlined above or an area of interest is abandoned. The carrying value of exploration and evaluation assets is assessed in accordance with AASB 6 Exploration for and Evaluation of Mineral Resources and the Group's impairment policy. When the technical feasibility and commercial viability of extracting a mineral resource have been demonstrated then any capitalised exploration and evaluation expenditure is reclassified as capitalised mine development. Prior to reclassification, capitalised exploration and evaluation expenditure is assessed for impairment.

(f) Impairment of Assets

At the end of each reporting period, the Group assesses whether there is any indication that an asset may be impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of comprehensive income.

Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

(g) Cash and Cash Equivalents

For the purpose of presentation in the statement of cash flows cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, that are readily convertible to known amounts of cash and which are subject to insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

Note 1: Statement of Significant Accounting policies (continued)

(h) Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. Any consideration deferred is treated as the provision of finance and is discounted at a rate of interest that is generally accepted in the market for similar arrangements. The difference between the amount initially recognised and the amount ultimately received is interest revenue.

The Group recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of the Group's activities as described below. The Group bases its estimates on historical results, taking into consideration the type of customer, the type of transaction and specifics of each arrangement.

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets, is the rate inherent in the instrument.

All dividends received shall be recognised as revenue when the right to receive payment has been established.

Research and development grant incentives are recognised as revenue when the claim has been lodged with the Australian Taxation Office.

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

(i) Trade and other receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less allowance for doubtful debts as they are due for settlement. They are presented as current assets unless collection is not expected for more than 12 months after the reporting date.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off by reducing the carrying amount directly. An allowance for impairment is used when there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments (more than 30 days overdue) are considered indicators that the trade receivable is impaired. The amount of the impairment allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. Cash flows relating to short-term receivables are not discounted if the effect of discounting is immaterial.

The amount of the impairment loss is recognised in profit or loss within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in the statement of comprehensive income.

(j) Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Group during the reporting period which remains unpaid. The balance is recognised as a current liability with the amount being normally paid within 30 days of recognition of the liability.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

Note 1: Statement of Significant Accounting policies (continued)

(k) Employee Benefits

Wages and salaries and annual leave

Liabilities for wages, salaries and annual leave are recognised in the provision for employee benefits in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled. Annual leave is reported inclusive of associated on-costs.

(l) Leases

A distinction is made between finance leases which effectively transfer from the lessor to the lessee substantially all the risks and benefits incidental to ownership of leased non-current assets, and operating leases under which the lessor effectively retains substantially all such risks and benefits.

Finance leases are capitalised. A lease asset and liability are established at the present value of minimum lease payments. Lease payments are allocated between the principal component of the lease liability and the interest expense.

The leased assets are amortised on a straight line basis over the term of the lease, or where it is likely that the Group will obtain ownership of the asset, the life of the asset. Leased assets held at the reporting date are being amortised over periods ranging from 1 to 5 years.

(m) 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 are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the taxation authority is included with other receivables or payables in the balance sheet.

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.

(n) Critical Accounting Estimates and Assumptions

The Group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Key Estimates and Judgements

(i) Impairment

The Group assesses impairment at each reporting date by evaluating conditions specific to the Group that may lead to impairment of assets. If there is evidence of impairment for any of the Group's financial assets carried at amortised cost, the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows, excluding future credit losses that have not been incurred. The cash flows are discounted at the financial asset's original effective interest rate. The loss is recognised in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

Note 1: Statement of Significant Accounting policies (continued)

(ii) Exploration and Evaluation Expenditure

The Group's accounting policy for exploration and evaluation expenditure results in certain items of expenditure being capitalised for an area of interest where it is considered likely to be recoverable by future exploitation or sale or where the activities have not reached a stage which permits a reasonable assessment of the existence of reserves. This policy requires management to make certain estimates and assumptions as to future events and circumstances, in particular whether an economically viable extraction operation can be established. Any such estimates and assumptions may change as new information becomes available. If, after having capitalised the expenditure under the policy, a judgement is made that recovery of the expenditure is unlikely, the relevant capitalised amount will be written off to the statement of comprehensive income.

(o) Contributed Equity

Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

(p) Earnings per Share

(i) Basic earnings per share

Basic earnings per share is calculated by dividing

- The profit attribute to equity holders of the company, excluding any costs of servicing equity other than ordinary shares
- By weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the year.

(ii) 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 ordinary shares, and
- The weighted average number of additional shares that would have been outstanding assuming the conversion of all dilutive potential ordinary shares.

(q) Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors.

(r) Property, plant and equipment

Property, plant and equipment is stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Cost may also include transfers from equity of any gains or losses on qualifying cash flow hedges of foreign currency purchases of property, plant and equipment.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

Note 1: Statement of Significant Accounting policies (continued)

Land is not depreciated. Depreciation on other assets is calculated using the straight-line method to allocate their cost, net of their residual values, over their estimated useful lives or, in the case of leasehold improvements and certain leased plant and equipment, the shorter lease term as follows:

- Furniture, fittings and equipment 3-8 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

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 or losses on disposals are determined by comparing proceeds with carrying amount. These are included in statement of comprehensive income.

(s) Investments and other financial assets

The Group classifies its financial assets in the following categories: loans and receivables and available-for-sale financial assets. The classification depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition.

(i) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for those with maturities greater than 12 months after the reporting period which are classified as non-current assets. Loans and receivables are included in trade and other receivables (note 11) in the statement of financial position.

(ii) Available-for-sale financial assets

Available-for-sale financial assets, comprising principally marketable equity securities, are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless the investment matures or management intends to dispose of the investment within 12 months of the end of the reporting period. Investments are designated as available-for-sale if they do not have fixed maturities and fixed or determinable payments and management intends to hold them for the medium to long term.

Financial assets – reclassification

The Group may choose to reclassify financial assets that would meet the definition of loans and receivables out of the held for trading or available-for-sale categories if the Group has the intention and ability to hold these financial assets for the foreseeable future or until maturity at the date of reclassification.

Reclassifications are made at fair value as of the reclassification date. Fair value becomes the new cost or amortised cost as applicable, and no reversals of fair value gains or losses recorded before reclassification date are subsequently made. Effective interest rates for financial assets reclassified to loans and receivables are determined at the reclassification date. Further increases in estimates of cash flows adjust effective interest rates prospectively.

Recognition and derecognition

Regular way purchases and sales of financial assets are recognised on trade-date – the date on which the Group commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Group has transferred substantially all the risks and rewards of ownership.

When securities classified as available-for-sale are sold, the accumulated fair value adjustments recognised in other comprehensive income are reclassified to profit or loss as gains and losses from investment securities.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

Note 1: Statement of Significant Accounting policies (continued)

Measurement

Loans and receivables are subsequently carried at amortised cost using the effective interest method.

Available-for-sale financial assets are subsequently carried at fair value.

Details on how the fair value of financial instruments is determined are disclosed in Note 28.

Impairment

The Group assesses at the end of each reporting period whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred only if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets that can be reliably estimated. In the case of equity investments classified as available-for-sale, a significant or prolonged decline in the fair value of the security below its cost is considered an indicator that the assets are impaired.

(i) Assets classified as available-for-sale

If there is objective evidence of impairment for available-for-sale financial assets, the cumulative loss – measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in profit or loss – is removed from equity and recognised in profit or loss.

Impairment losses on equity instruments that were recognised in profit or loss are not reversed through profit or loss in a subsequent period.

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	CONSOLIDATED	
	2015	2014
	\$	\$
Note 2: Revenue and other Income		
Research and development incentive revenue	-	607,280
Gain on release of guarantees (see note 31)	-	181,710
Gain on assignment of loan receivables (see note 31)	-	250,000
Gain on restructure of debt (see note 16)	112,500	-
Interest revenue	18,414	97,513
Rental income	1,764	-
Gain on sale of fixed assets	9,619	-
Other Income	-	3,568
	142,297	1,140,070

Note 3: Other Expenses

Other fees and charges	-	2,440
Loss from sale of available-for-sale financial assets	-	4,714
	-	7,154

Note 4: Income Tax Expense

(a) The prima facie tax on (loss) profit from ordinary activities before income tax is reconciled to the income tax as follows:

(Loss) Profit from ordinary activities	(1,561,778)	137,709
Prima facie tax payable on (loss) profit from ordinary activities before income tax at 30%	(468,533)	41,313
Less tax effect of:		
Non-assessable revenue	(33,750)	(325,197)
Non-deductible expense	344,114	98,303
Tax losses not recognised	158,169	185,581
Income tax expense	-	-
(b) Unused tax losses and temporary differences for which no deferred tax asset has been recognised	5,190,116	3,855,141
Potential tax benefit @ 30%	1,557,035	1,156,542

The deferred tax asset and income tax benefit is not recognised. The benefit will only be realised if the conditions set out in Note 1(d) occur.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
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Note 5: Key Management Personnel (KMP) Disclosures

(a) Directors

The Directors of Bligh Resources Limited during the year were:

Mr Robert John Benussi (resigned 8 October 2014)
 Mr Peiqi Zhang
 Mr Jinle Song
 Mr Eric Chan (resigned 3 July 2015)
 Mr Zhijie Li, Alternate to Mr Peiqi Zhang
 Mr Bill Richie Yang (appointed director 18 September 2015, formerly alternate to Mr Jinle Song)
 Dr Eric Zhang (appointed 28 August 2014)
 Mr Tianbao Wang (appointed 28 August 2014)

(b) Other Key Management Personnel

All Key Management Personnel of the Company are Directors of Bligh Resources Limited.

(c) Key Management Personnel compensation

	CONSOLIDATED	
	2015	2014
	\$	\$
Short - term employee benefits	271,399	299,000
Termination benefits	50,000	-
	<u>321,399</u>	<u>299,000</u>

At year end, amounts owing to Key Management Personnel totalled \$31,337 (2014: Nil).

Note 6: Auditor's Remuneration

Remuneration of the auditor of the company for:

Auditing or reviewing the financial report		
HLB Mann Judd (NSW Partnership)	33,000	27,500
	<u>33,000</u>	<u>27,500</u>
Other services		
HLB Mann Judd (NSW Partnership)	3,000	2,500
Total remuneration for audit and other services	<u>36,000</u>	<u>30,000</u>

Note 7: Dividends

No dividends were declared or paid in the current or prior financial year.

NOTES TO THE FINANCIAL STATEMENTS
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	CONSOLIDATED	
	2015	2014
Note 8: Earnings Per Share	\$	\$
(a) Basic and diluted (loss) profit per share - cents	(2.13)	0.19
(b) Reconciliation of earnings to net (loss) profit		
Net (loss) profit attributable to ordinary equity holders of the company	(1,583,249)	116,295
(Losses) Profits used to calculate basic EPS and dilutive EPS	(1,583,249)	116,295
	Number	Number
(c) Weighted average number of ordinary shares outstanding during the year used in calculating basic EPS and dilutive EPS	74,297,895	60,122,432

There are no dilutive potential ordinary shares as the exercise of options to ordinary shares would have the effect of decreasing the loss per ordinary share and would therefore be non-dilutive.

Note 9: Cash and Cash Equivalents

Cash at bank and in hand	230,520	758,495
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Risk exposure

The Group's exposure to interest rate risk is discussed in Note 28. The maximum exposure to credit risk at the end of the reporting period is the carrying amount of each class of cash and cash equivalents mentioned above.

Note 10: Note to Statement of Cash Flows

(a) Reconciliation of cash and cash equivalents

For the purpose of the statement of cash flows, cash includes cash on hand and in banks and investments in many market instruments, net of outstanding bank overdrafts. Cash at the end of the financial year as shown in the statement of cash flows is reconciled in the related items in the balance sheet as follows:

Cash and cash equivalents	230,520	758,495
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(b) Non-cash financing and investing activities

Non-cash consideration for acquisition of Little Wonder	-	(40,000)
Non-cash consideration for acquisition of SR Mining Pty Ltd	-	(181,710)
Non-cash consideration for partial settlement of Terrain Minerals Limited royalty	20,000	-
	20,000	(221,710)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
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Note 10: Note to Statement of Cash Flows (continued)	CONSOLIDATED	
	2015	2014
	\$	\$
(c) Reconciliation of (loss) profit after income tax to cash (outflow) inflow from operating activities		
(Loss) Profit for the year	(1,561,778)	137,709
<i>Non-cash flows for the year</i>		
Gain on release of personal guarantees	-	(181,710)
Gain on re-assignment of loan receivables	(112,500)	(250,000)
Gain on sale of fixed assets	(9,619)	-
Share of loss in associate	-	45,376
Depreciation expense	4,537	28,232
Exploration and evaluation expenditure written off	1,147,048	58,496
Loss on sale of available-for-sale financial asset	-	4,714
Loss on disposal of associate	-	79,805
Loss on disposal of exploration & evaluation expenditure	-	117,750
Net movement in provision for annual leave	(22,215)	5,170
<i>Changes in operating assets and liabilities:</i>		
Net movement in trade and other receivables	54,135	25,944
Net movement in other assets	(48,415)	-
Net movement in trade and other payables	(108,419)	212,779
Net cash (outflow) inflow from operating activities	(657,226)	284,265

Note 11: Trade and Other Receivables

Current

Trade Debtors	100	100
Security Deposit Bonds	63,135	86,205
GST receivable	24,635	34,316
Other	380	1,764
	88,250	122,385

Fair value and credit risk

Due to the short-term nature of these receivables, their carrying amount is assumed to approximate their fair value. The maximum exposure to credit risk at the end of the reporting period is the carrying amount of each class of receivables mentioned above.

Refer to Note 28 for more information on the risk management policy of the group.

Note 12: Other

Prepaid insurance	3,415	-
Other assets	25,000	-
Other prepaid expenses	20,000	-
	48,415	-

Note 13: Plant and Equipment

Plant and equipment:		
At cost	32,790	81,226
Accumulated depreciation	(32,657)	(63,055)
	133	18,171
Software:		
At cost	7,200	7,200
Accumulated depreciation	(7,200)	(5,152)
	-	2,048
Total plant & equipment	133	20,219

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
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Note 13: Plant and Equipment (continued)

Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

CONSOLIDATED	Plant and Equipment	Software	Total
Balance as at 1 July 2014	18,171	2,048	20,219
Disposal of equipment	(48,436)	-	(48,436)
Write back on disposal	32,887	-	32,887
Depreciation expense	(2,489)	(2,048)	(4,537)
Balance as at 30 June 2015	133	-	133

CONSOLIDATED	Plant and Equipment	Software	Total
Balance as at 1 July 2013	44,027	4,424	48,451
Depreciation expense	(25,856)	(2,376)	(28,232)
Balance as at 30 June 2014	18,171	2,048	20,219

CONSOLIDATED

2015 **2014**
\$ **\$**

Note 14: Exploration and Evaluation Expenditure

Preproduction areas

At cost	3,651,225	4,564,400
Accumulated impairment	-	-
Net carrying amount	3,651,225	4,564,400

Movement in exploration and evaluation expenditure

Balance brought forward	4,564,400	1,577,895
Additions	233,873	527,711
Acquisition of subsidiary (see note 31)	-	2,661,290
Disposal of tenements	-	(144,000)
Expenditure written off	(1,147,048)	(58,496)
At 30 June net of accumulated impairment	3,651,225	4,564,400

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

Amortisation of the costs carried forward for the development phase is not recognised pending the commencement of production. Refer also to Note 25.

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	CONSOLIDATED	
	2015	2014
	\$	\$
Note 15: Trade and Other Payables		
Current		
Trade creditors	66,404	137,022
Other payables	-	450,000
Sundry creditors and accrued expenses	43,871	28,009
Related party payables	31,337	-
	141,612	615,031

Trade creditors and other payables, sundry creditors and accruals are non interest bearing and generally on 30 day terms. Due to the short term nature of these payables, their carrying value approximates their fair value.

Note 16: Borrowings

Current		
Hire purchase liability	-	18,044
Convertible note	200,000	-
Loans from related parties	200,000	150,000
Borrowings	400,000	168,044
Non-Current		
Loans from related parties	-	562,500

The following is noted in relation to the loans to related parties:

- (i) As part of the settlement entered between S R Mining Pty Ltd ("SRM") and Terrain Minerals Limited with the company issued a Convertible Note over 4,000,000 ordinary shares exercisable at \$0.05 per share. The Convertible Note may be converted in whole or in part at any time from the Redemption Date (28 November 2015) to the Expiry Date (28 January 2016) into shares at \$0.05 per share.
- (ii) Loans from related parties are provided by AGEO Holdings Pty Ltd ("AGEO") and Aura Capital Adviser Pty Ltd ("Aura") and are secured by charges over SRM's tenements in accordance with the Security Trust Deed. The Company is the appointed Security Trustee.
- (iii) To the date of this report, a remaining balance of \$200,000 cash or Bligh's shares remains to be paid to AGEO Holdings Pty Ltd on 2 December 2015. According to the agreement, this final amount may be paid at the choice of Bligh, either in cash or shares to be priced at 20 days VWAP of Bligh's share price up until 2 December 2015. During the year the Company signed a term sheet with AGEO and Aura, with a formal Deed of Discharge of Debt entered into on 2 December 2014. The arrangement involved cash payments of \$400,000, the \$200,000 noted above and resulted in a partial forgiveness of a portion of debt in the amount of \$112,500.
- (iv) No interest applicable on all borrowings.

Note 17: Employee Benefits

Current		
Annual leave	4,255	26,470

Note 18: Issued Capital

2,500,000 (2014: 2,500,000)- fully paid founder shares	50,100	50,100
56,195,720 (2014: 56,195,720)- fully paid ordinary shares	6,356,082	6,356,082
1,030,000 (2014: 1,030,000)- fully paid promoter shares	-	-
400,000 @ 10 cents (June 2014: Nil)- fully paid ordinary shares	40,000	40,000
15,000,000 @ 4.5 cents (June 2014: Nil) - fully paid ordinary shares	675,000	-
Share issue costs	(54,000)	-
400,000 @ 5 cents (June 2014:Nil) - fully paid ordinary shares	20,000	-
6,820,809 @ 1.73 cents (June 2014:Nil) - fully paid ordinary shares	118,000	-
10,520,231 @ 1.73 cents (June 2014: Nil) - fully paid ordinary shares	182,000	-
	7,387,182	6,446,182

In relation to the ordinary shares issued during the year, this was primarily to fund development of the Bundarra and Leonora projects, except for the parcel of 400,000 ordinary shares which were issued to Terrain Minerals Limited as part of the settlement of the outstanding royalty liability owed by S R Mining Pty Limited.

All the above founder and promoter shares issued are classified as ordinary shares. Fully paid ordinary shares carry one vote per share and carry the right to dividends. Ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

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NOTES TO THE FINANCIAL STATEMENTS
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Note 18: Issued Capital (continued)	CONSOLIDATED	
	2015	2014
(i) Movement in Ordinary Share Capital	\$	\$
At the beginning of the financial year	6,446,182	6,406,182
Ordinary Shares		
- 400,000 issued on - 3/7/2013	\$0.1000	-
- 15,000,000 issued on - 28/08/2014	\$0.0450	675,000
- 400,000 issued on - 2/12/2014	\$0.0500	20,000
- 6,820,809 issued on - 11/05/2015	\$0.0173	118,000
- 10,520,231 issued on - 15/06/2015	\$0.0173	182,000
<i>Less: share issue costs - 28/08/2014</i>	<i>(54,000)</i>	<i>-</i>
	<u>941,000</u>	<u>40,000</u>
Balance at the end of the financial year	<u>7,387,182</u>	<u>6,446,182</u>

(ii) Capital risk management

The Group's objectives when managing capital are to safeguard its ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt. The Group monitors capital on a regular basis in order to meet the above objectives. The Group's strategy has remained unchanged from the prior year.

Refer also Note 1(a).

Note 19: Reserves

Balance at the beginning of the financial year	(1,650)	(32,430)
Fair value adjustment on available-for-sale financial asset	-	30,780
Balance at the end of the financial year	<u>(1,650)</u>	<u>(1,650)</u>
Share-based payment	1,600	1,600
Available-for-sale financial asset	(3,250)	(3,250)
	<u>(1,650)</u>	<u>(1,650)</u>

The reserves are used to recognise the fair value of options issued, and fair value movements in the carrying amount of available-for-sale financial assets.

Note 20: Contingent Liabilities

Due to the acquisition of additional shares in S R Mining Pty Ltd ("SRM") in February 2014 and November 2014, the company may be liable to pay stamp duty on tenements acquired to the Western Australia Office of State Revenue ("OSR"). On 3 November 2014, the OSR issued an interim assessment of stamp duty payable, the company's share being \$106,334. At 30 June 2015, the directors assessment was that it was not probable it would give rise to an outflow of economic benefits and its ultimate amount, if any, could not be reliably determined. The Company was in the process of finalising its stamp duty obligations relating to the acquisition of SRM, however as a result of ongoing dialogue with the OSR in relation to the appropriate valuation base for the purposes of calculating the applicable stamp duty amount (if any), the final assessment of the stamp duty was still outstanding. Accordingly, at balance date the directors' assessment was that it was not probable a provision would be required, and there was an inherent uncertainty in estimating the quantum of any final stamp duty assessment.

On 27 August 2015, the OSR issued a Duties Assessment Notice to Bligh for \$182,143, including penalties of \$8,673 and therefore post year end, a provision has been recognised for these amounts notwithstanding Bligh's intent to dispute, as the company's position has been revised to a stamp duty payment of some amount being probable.

Note 21: Segment Information

(a) Description of Segments

The Group operates solely in the mining industry within Australia.

The Group has identified its operating segments based on the internal reports that are reviewed and used by the chief operating decision makers (the Board of directors) in assessing performance and determining the allocation of resources.

The Group segments are structured primarily on the basis of areas of interest as Bundarra Gold, Leonora Gold, Bootu Creek II Manganese and Kumarina Manganese.

Expenses and assets are allocated to segments based on the tenement to which they directly relate. Information is not readily available for allocating the remaining items of revenue, expenses, assets and liabilities, or these items are not considered part of the core operations of any segment.

NOTES TO THE FINANCIAL STATEMENTS
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Note 21: Segment Information (continued)

(b) Segment information provided to the board of directors

30 June 2015	Bundarra	Leonora	Grenfell	Bootu Creek	Kumarina	Other & un- allocated	Total
	\$	\$	\$	\$	\$	\$	\$
Revenue from continuing operations	-	-	-	-	-	142,297	142,297
Exploration and evaluation expenditure written off	(29,033)	-	-	(506,765)	(611,250)	-	(1,147,048)
Administration costs	-	-	-	-	-	(82,038)	(82,038)
Consultancy fees	-	-	-	-	-	(34,747)	(34,747)
Depreciation and amortisation expenses	-	-	-	-	-	(4,537)	(4,537)
Directors, employees and consultants expenses	-	-	-	-	-	(246,127)	(246,127)
Occupancy expenses	-	-	-	-	-	(43,017)	(43,017)
Travelling expenses	-	-	-	-	-	(16,278)	(16,278)
Legal and professional fees	-	-	-	-	-	(130,283)	(130,283)
Loss from continuing operations	(29,033)	-	-	(506,765)	(611,250)	(414,730)	(1,561,778)
Cash and cash equivalents	-	-	-	-	-	230,520	230,520
Trade and other receivables	-	-	-	-	-	88,250	88,250
Other	-	-	-	-	-	48,415	48,415
Available-for-sale financial assets	-	-	-	-	-	500	500
Property, plant and equipment	-	-	-	-	-	133	133
Exploration and evaluation expenditure	2,979,933	671,292	-	-	-	-	3,651,225
Total segment assets	2,979,933	671,292	-	-	-	367,818	4,019,043
Trade and other payables	-	-	-	-	-	141,612	141,612
Borrowings	-	-	-	-	-	400,000	400,000
Employee benefits	-	-	-	-	-	4,255	4,255
Total segment liabilities	-	-	-	-	-	545,867	545,867

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Note 21: Segment Information (continued)

(b) Segment information provided to the board of directors

30 June 2014	Bundarra	Leonora	Grenfell	Bootu Creek	Kumarina	Other & un- allocated	Total
	\$	\$	\$	\$	\$	\$	\$
Revenue from continuing operations	-	-	-	-	-	1,140,070	1,140,070
Exploration and evaluation expenditure written off	-	(56,840)	(1,656)	-	-	-	(58,496)
Administration costs	-	-	-	-	-	(111,500)	(111,500)
Consultancy fees	-	-	-	-	-	(152,146)	(152,146)
Depreciation and amortisation expenses	-	-	-	-	-	(28,232)	(28,232)
Directors, employees and consultants expenses	-	-	-	-	-	(256,984)	(256,984)
Occupancy expenses	-	-	-	-	-	(45,751)	(45,751)
Travelling expenses	-	-	-	-	-	(7,841)	(7,841)
Legal and professional fees	-	-	-	-	-	(91,326)	(91,326)
Share of loss in associate	-	-	-	-	-	(45,376)	(45,376)
Other expenses	-	-	-	-	-	(7,154)	(7,154)
Loss on disposal of associate	-	-	-	-	-	(79,805)	(79,805)
Loss on sale of exploration and evaluation	-	-	-	-	-	(117,750)	(117,750)
Profit from continuing operations	-	(56,840)	(1,656)	-	-	196,205	137,709
Cash and cash equivalents	-	-	-	-	-	758,495	758,495
Trade and other receivables	-	-	-	-	-	122,385	122,385
Available-for-sale financial assets	-	-	-	-	-	500	500
Property, plant and equipment	-	-	-	-	-	20,219	20,219
Exploration and evaluation expenditure	2,909,091	601,341	-	573,833	480,135	-	4,564,400
Total segment assets	2,909,091	601,341	-	573,833	480,135	901,599	5,465,999
Trade and other payables	-	-	-	-	-	615,031	615,031
Borrowings	-	-	-	-	-	730,544	730,544
Employee benefits	-	-	-	-	-	26,470	26,470
Total segment liabilities	-	-	-	-	-	1,372,045	1,372,045

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Note 22: Related Party Transactions

(a) Key Management Personnel

Disclosures relating to Key Management Personnel are set out in Note 5.

(b) Other transactions with Key Management Personnel

During the year the Group paid a total of \$129,399 (2014: \$200,000) to Intrepid Concepts Pty Ltd, a company related to Robert Benussi, for consulting fees.

During the year the Group paid a total of \$Nil (2014: \$33,000) to Aura Capital Pty Ltd, a company related to Eric Chan, for director fees.

During the year the Group paid a total of \$69,000 (2014: \$27,000) to V Capital Investments Pty Ltd, a company related to Richie Yang, for director fees.

During the year the Group paid a total of \$60,000 to Australia Capital Services Pty Ltd, a company related to Eric Zhang, for director fees.

(c) SR Mining Pty Ltd

On 26 November 2014, Bligh increased its stake in SR Mining Pty Limited to 97.50% following the loan payment agreement as part of the settlement agreement with Terrain Minerals Limited, in respect of outstanding loans from AGEO and Aura (Eric Chan is a director of Aura Capital Pty Ltd).

Note 23: Share-Based Payments

(a) Employee Option Plan

Options are granted under the plan for no consideration. Options granted under that plan carry no dividend or voting rights. Each option entitles the holder to subscribe for and be allotted one ordinary fully paid share in the capital of the Company. The exercise price is determined by the Directors at the time of issuing an invitation to participate in the plan.

Set out below are summaries of options granted under the plan:

	<u>Listed</u>	<u>Unlisted</u>	<u>Total Options on</u>
Exercise Price	-	Same as share price at listing	-
Number on Issue 01/07/2014	-	16,000,000	16,000,000
Granted during the financial year	-	300,000	300,000
Forfeited during the financial year	-	(150,000)	(150,000)
Number on Issue 30/06/2015	-	16,150,000	16,150,000
First Exercise Date	-	2 years from listing on the ASX	
Expiry Date	-	5 years from listing on the ASX	

(b) Fair value of options granted

During the current financial year ended 30 June 2015 300,000 options were granted with an exercise price of \$0.09 and expiry date of 7 October 2017 on 7 October 2014 under employee share schemes (2014: Nil).

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	CONSOLIDATED	
	2015	2014
	\$	\$
Note 24: Commitments for Expenditures		
(a) Lease Commitments		
Commitments for minimum lease payments in relation to non-cancellable operating leases are payments as follows:		
Within one year	27,259	12,918
	<u>27,259</u>	<u>12,918</u>
Tenement Commitments		
Tenement commitments required under tenement licences		
Payable:		
Within one year	392,698	510,552
Later than one year but not later than two years	1,016,914	1,322,029
Later than two years	44,072	613,993
	<u>1,453,684</u>	<u>2,446,574</u>

Note 25: Events Subsequent to Reporting Date

The following events occurred subsequent to the reporting date:

On 3 July 2015, Bligh announced the resignation of Non-executive director Mr Eric King Wai Chan.

On 27 August 2015, Bligh received a notice from the Office of State Revenue ("OSR") of Western Australia ("WA") for a total claim of \$182,142.75 stamp duty in relation to the 18 February 2014 announcement made by Bligh where Bligh's share interest increased by 29% to a total 71.9% interest in SRM (first time Bligh's interest in SR Mining increased above 50%). The basis of this stamp duty was described as per section 163 of the Duties Act, where an acquisition valuation of \$3,486,000 (71.9% of \$4,849,120) was used by the WA OSR. The Company is in the process of communicating with the WA OSR as it believes the actual valuation of the acquisition at the time was less than \$2,000,000, which is the threshold to trigger any stamp duty charges.

On 1 September 2015, Bligh announced it has increased its holding in SRM to 100% as the 2.5% minority shareholder agreed to voluntarily forfeit its shareholding in SRM.

Separate to the above, Bligh agreed to issue 1 Million 2.5 year unlisted options at an exercise price of \$0.05 per share to FSS Incentives Pty Ltd ("FSS") in lieu of their service compensations for facilitating the SRM transactions with Bligh through 2012.

On 2 September 2015, Bligh announced the formation of a 50/50 joint venture with Angler Mining to develop the Company's flagship Bundarra Gold Project in WA.

Under the Memorandum of Understanding with privately-owned Angler Mining Pty Ltd (Angler), Angler will fund a feasibility study on Bundarra and meet all costs incurred in securing approvals.

Subject to finalisation of a formal Joint Venture Agreement by 29 September 2015, which has been amended to 9 October 2015, Angler will also pay Bligh \$25,000 cash upfront and a further \$200,000 by 14 November 2015, proceeds intended for the redemption of the Bligh convertible notes held by Terrain Minerals.

In addition, Angler shall subscribe \$250,000 worth of Bligh's ordinary shares and Angler's wholly-owned subsidiary Contained Gold Pty Ltd ("CGPL") will fund, build-own-operate the plant to treat the Bundarra ore.

On completion of the above cash payments and share subscriptions, SRM shall transfer 50% tenement interest of the Bundarra Project to Angler and CGPL shall transfer 10% of its equity interest to Bligh.

On 17 September 2015, Bligh held a General Meeting where shareholders passed numerous resolutions to issue in total 6 million options to directors in lieu of reduced director fees, as well as 1.5 million options to Quattro Capital Group for its services for the \$300,000 Private Placement for the Company.

On 18 September 2015, Bligh announced the appointment of Mr Bill Richie Yang as a Non Executive Director of the company. Following the appointment, Mr Bill Richie Yang ceased to be an Alternate Director for Mr Jinle Song.

Except as described above, there has not been any matter or circumstance that has arisen since the end of the financial year that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial year.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30 JUNE 2015

Note 26: Investments in Associates

	CONSOLIDATED	
	2015	2014
	\$	\$
Balance at 1 July	-	395,956
Share of loss in associate	-	(45,376)
Acquisition of 29% investment in SR Mining Pty Ltd (see note 31)	-	181,710
Derecognised on consolidation (see note 31)	-	(532,290)
As at 30 June	-	-

Note 27: Subsidiaries and transactions with non-controlling interests

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiary in accordance with the accounting policy described in note 1(b). See note 31 for details regarding SRM acquisition during prior year.

Name of entity	Country of incorporation	Principal activity	Equity holding	
			2015	2014
			%	%
SR Mining Pty Ltd	Australia	Mining exploration	97.50%	71.90%

On 26 November 2014 Bligh acquired an additional 25.6% interest in S R Mining Pty Limited ("SRM"), moving from 71.9% to 97.5%. Bligh secured the additional share capital in SRM in return for issuing a Convertible Note over 4,000,000 ordinary shares to Terrain Minerals Limited and cash payments of \$400,000 and committed future payments of \$200,000 to AGEO and Aura.

Below is the summarised information for SRM, a subsidiary with a material non-controlling interest in the prior year.

Summarised balance sheet as at 30 June 2014

	\$
Current assets	49,689
Current liabilities	(626,673)
Current net asset deficiency	(576,984)
Non-current assets	2,855,675
Non-current liabilities	(1,750,000)
Non-current net assets	1,105,675
Net assets	528,691
Accumulated NCI	148,562

Summarised statement of comprehensive income for the period 19 February 2014 to 30 June 2014

	\$
Revenue	104,192
Profit for the period	76,205
Other comprehensive income for the period	-
Total comprehensive income for the period	76,205
Profit allocated to NCI	21,414

Summarised statement of cash flows for the period 19 February 2014 to 30 June 2014

	\$
Cash flows from operating activities	76,205
Cash flows from investments activities	(65,895)
Net increase in cash and cash equivalents	10,310

No summarised information for NCI has been presented for the 2015 financial year following a reduction in the NCI during the year which is no longer considered material.

Note 28: Financial Risk Management

The Group's activities expose it to a variety of financial risks; market risk, credit risk, liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Group. Risk management is carried out by the Board and the financial risks faced by the Group are considered minimal at this stage.

Cash is held at two of the big four banks in Australia that is exposed to variable rates. This is managed through holding the cash in a high interest bearing account and is transferred to ordinary account as required.

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NOTES TO THE FINANCIAL STATEMENTS
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Note 28: Financial Risk Management (continued)	CONSOLIDATED	
	2015	2014
	\$	\$
Financial Assets		
Cash and cash equivalents	230,520	758,495
Trade and other receivables	88,250	122,385
Available-for-sale assets	500	500
	319,270	881,380
Financial Liabilities		
Trade and other payables	141,612	615,031
Borrowings	400,000	730,544
	541,612	1,345,575

(a) Market Risk

The Group's main interest rate risk raised from cash and cash equivalents and deposits with banks.

i) Foreign Exchange Risk

The Group operates domestically and is not exposed to significant foreign exchange risk.

ii) Price Risk

The Group is exposed to equity securities price risk. This arises from investments held by the Group on the ASX and classified in the balance sheet as available-for-sale financial assets. To manage this price risk from investments in equity securities, the company monitors the investment, index and market. Other components of equity would increase/decrease as a result of gains/losses on equity securities classified as available-for-sale financial assets. As the fair value of the available-for-sale financial assets would still be above cost, no impairment loss would be recognised in profit or loss as a result of the decrease in the index.

(b) Credit Risk

Credit risk arises from cash and cash equivalents and deposits with banks, as well as credit exposures in respect of outstanding receivables and committed transactions.

The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets. Cash deposits are held with major Australian Banks, these banks have quality grade credit ratings.

(c) Liquidity Risk

Liquidity risk arises from the possibility that the Group might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities. The Group manages this risk through the following mechanisms:

- maintaining a reputable credit profile;
- managing credit risk related to financial assets;
- investing only in surplus cash with major financial institutions; and
- preparing forward looking cash flow analysis in relation to its operational, investing, and financing activities;
- the Group does not have any bank borrowing facilities in place at the reporting date.

The amounts disclosed in the table below are the contractual undiscounted cash flows:

	0-3 months	3-12 months	More than 12 months	Total
	\$	\$	\$	\$
At 30 June 2015				
Trade and other payables	127,030	14,582	-	141,612
Borrowings	-	400,000	-	400,000
Total financial liabilities	127,030	414,582	-	541,612
At 30 June 2014				
Trade and other payables	165,031	450,000	-	615,031
Borrowings	4,733	163,311	562,500	730,544
Total financial liabilities	169,764	613,311	562,500	1,345,575

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
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Note 28: Financial Risk Management (continued)

(d) Capital Risk Management

The Group has no long term debt therefore capital is raised as and when it is required to do further exploration activities. Refer also to note 1(a).

(e) Fair Value Measurements

The fair value of financial assets must be estimated for recognition and measurement and for disclosure purposes.

The fair values disclosed in this report has been determined based on the following methodology:

Cash and cash equivalents, trade and other receivables and trade and other payables are short-term instruments in nature whose carrying value is equivalent to fair value.

The fair value of available-for-sale financial assets is determined by reference to the quoted market value on the Australian Securities Exchange (ASX) (Level 1).

(f) Sensitivity Analysis

The following table illustrates sensitivity to the Group's exposure to changes in interest rates and equity prices. The table indicates the impact on how profit (loss) and equity values reported at balance date would have been affected by changes in the relevant risk variable that management considers to be reasonably possible. These sensitivities assume that the movement in a particular variable is independent of other variables.

		Carrying Amount \$	Profit (Loss) \$	Other Equity \$
Year ended 30 June 2015	+/- 1%			
Financial Assets				
Cash and cash equivalents		230,520	2,305	-
Trade and other receivables		88,250	-	-
Available-for-sale financial assets		500	-	-
Borrowings		(400,000)	-	-
Other (non interest bearing payables)		(141,612)	-	-
Year ended 30 June 2014	+/- 1%			
Financial Assets				
Cash and cash equivalents		758,495	7,585	-
Trade and other receivables		122,385	-	-
Available-for-sale financial assets		500	-	-
Borrowings		(730,544)	-	-
Other (non interest bearing payables)		(615,031)	-	-

The above interest rate sensitivity analysis has been performed on the assumption that all other variables remain unchanged.

No sensitivity analysis has been performed on foreign exchange risk, as the Group is not exposed to foreign currency fluctuations.

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Note 29: AASB 13 Fair value

The Group has adopted AASB 13: Fair Value Measurement from 1 July 2013 when it first became applicable to the Group. AASB 13 sets out a framework for measuring the fair value of assets and liabilities and prescribes enhanced disclosures regarding all assets and liabilities measured at fair value. The Group measures some of its assets and liabilities at fair value on either a recurring or non-recurring basis depending on the requirements of the applicable Accounting Standard.

Fair value is the price the Group would receive to sell an asset or would have to pay to transfer a liability in an orderly transaction between independent, knowledgeable and willing market participants at the measurement date.

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- (a) quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- (b) inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- (c) inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

Available-for-sale financial assets are estimated based on quoted prices (unadjusted) at the reporting date an active market for identical assets (level 1). As at 30 June 2015 the fair value of the available-for-sale financial assets was \$500 (2014: \$500).

Note 30: Available-for-sale Financial Assets

Available-for-sale assets includes the following financial asset:

	CONSOLIDATED	
	2015	2014
	\$	\$
Listed equity securities	500	500

Available-for-sale financial assets consists of investments in an ASX listed companies ordinary shares, and therefore have no fixed maturity date or coupon rate. The fair value has been determined directly by reference to public price quotations in an active market.

Impairment and Risk Exposure

None of the financial assets are either past due or impaired. All available-for-sale financial assets are denominated in Australian currency. For an analysis of the sensitivity of available-for-sale financial asset and interest rate risk refer to Note 28.

Note 31: Summary of Asset Acquisition in the Prior Year

On 18 February 2014 Bligh acquired an additional 29% interest in SR Mining Pty Ltd ("SRM") giving it a controlling interest, moving from 42.9% to 71.9%. Bligh secured the additional share capital in SRM in return for relinquishing two SRM shareholders personal guarantees which secured Bligh's loan receivable of \$937,500.

The directors reviewed the transaction under AASB 3 Business Combinations and concluded the acquisition was not a business, and therefore adopted asset acquisition accounting. The purchase consideration was therefore allocated to the assets/liabilities assumed at their relative fair values.

Purchase consideration

The fair value of the personal guarantees relinquished was determined as the midpoint between;

- the movement in Bligh's share price after the announcement of the acquisition; and
- 29% of the fair value of SRM's assets and liabilities.

<i>SRM's assets and liabilities acquired</i>	\$
Cash and cash equivalents	34,379
Other assets	8,089
Exploration & Evaluation Assets	2,839,984
Trade and other payables	(351,271)
Borrowings	(1,900,000)
Net assets, at fair value	631,181
Proportion acquired by Bligh, at 29%	183,042
Gain on release of personal guarantees	181,710

The proportion acquired by Bligh was adjusted to \$181,710 in line with the above purchase consideration. The non-controlling interest was calculated using exploration assets that were adjusted by an additional \$178,694, giving a revised exploration and evaluation asset value of \$2,661,290. This adjustment was applied on the basis the implied discount on acquisition should not arise and is attributed to a decrement in the exploration and evaluation assets, as shown below.

	\$
Fair value of consideration	181,710
Fair value of previously held interest	270,777
	452,487
Fair value of identifiable assets	631,181
Decrement attributed to exploration and evaluation expenditure	178,694

Gain on loan re-assignment \$250,000 in prior year

Bligh also negotiated the re-assignment of \$250,000 in unsecured loans due to SRM shareholders in Bligh's favour which gave rise to a gain on initial recognition of an asset. Whilst the loan assignment occurred at the same time it has been regarded as separate transaction for the purposes of the asset acquisition accounting noted above.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
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Note 32: Parent entity financial information

(a) Summary financial information

The individual financial statements for the parent entity show the following aggregate amounts:

	2015	2014
	\$	\$
Balance sheet		
Current assets	329,992	796,875
Total assets	3,603,371	4,111,924
Current liabilities	334,670	148,556
Total liabilities	334,670	148,556
Shareholders' equity		
Issued capital	7,387,182	6,446,182
Reserves		
Options	1,600	1,600
Financial Asset Reserve	(3,250)	(3,250)
Accumulated losses	(4,116,831)	(2,488,287)
	<u>3,268,701</u>	<u>3,956,245</u>
(Loss) profit for the year	<u>(1,635,661)</u>	<u>7,123</u>
Total comprehensive (loss) income	<u>(1,635,661)</u>	<u>37,903</u>

(b) Guarantees entered into by the parent entity

Bligh Resources Limited has not entered into any guarantees in the current or previous financial year, in relation to the debts of its subsidiaries.

(c) Contingent liabilities of the parent entity

Other than as per Note 20, the parent entity did not have any contingent liabilities as at 30 June 2015 (2014:\$ Nil)

(d) Contractual commitments for the acquisition of property, plant and equipment

As at 30 June 2015, Bligh resources limited had no contractual commitment for the acquisition of property, plant and equipment (2014: \$Nil).

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DIRECTORS' DECLARATION
FOR THE YEAR ENDED 30 JUNE 2015

1. In the directors' opinion:
 - (a) the financial statements and notes set out on pages 28 to 56 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the consolidated entity's financial position as at 30 June 2015 and of its performance for the financial year ended on that date; and
 - (b) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.
2. The notes to the financial statements include a statement of compliance with International Financial Reporting Standards.
3. The directors have been given the declarations by the chief executive officer and chief financial officer for the year ended 30 June 2015 required by section 295A of the *Corporations Act 2001*.

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



Bill Richie Yang
Non-Executive Director

Dated this 30th day of September 2015

BLIGH RESOURCES LIMITED

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INDEPENDENT AUDITOR'S REPORT

To the members of Bligh Resources Limited

We have audited the accompanying financial report of Bligh Resources Limited ("the company"), which comprises the consolidated statement of financial position as at 30 June 2015, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, notes comprising a statement of significant accounting policies and other explanatory information, and the directors' declaration, for the consolidated entity. The consolidated entity comprises 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* and for 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.

In Note 1, the directors also state, in accordance with Accounting Standard AASB 101: Presentation of Financial Statements, that the consolidated 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 that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about 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 and its controlled entities' internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

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

Independence

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

HLB Mann Judd (NSW Partnership) ABN 34 482 821 289

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Basis for Qualified Opinion

The consolidated entity's statement of financial position includes exploration and evaluation expenditure related to the Bundarra tenements ("Bundarra E&E") totalling \$2,979,933 as at 30 June 2015. We were unable to obtain sufficient and appropriate audit evidence relating to the carrying amount of the consolidated entity's Bundarra E&E as at 30 June 2015 because there was no formal assessment conducted on its carrying value following the subsequent event outlined in Note 25 to the financial report. Subsequent to the reporting date, the consolidated entity entered into a Joint Venture Memorandum of Understanding with a third party, among other things, for consideration to transfer 50% of the Bundarra E&E. This transaction required the Bundarra E&E to be reviewed for impairment based on the consideration offered compared to the carrying value. An assessment of the value of the consideration was not performed and, as a result, we were unable to determine whether any impairment of the carrying value of the Bundarra E&E was necessary.

Opinion

In our opinion, except for the possible effects on the financial report of the matters referred to in the Basis for Qualified Opinion section above:

- (a) the financial report of Bligh 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 2015 and 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 Note 1.

Material Uncertainty Regarding Continuation as a Going Concern

Without further modifying our opinion, we draw attention to Note 1(a) of the financial report, which indicates that based on the Group's current cash flow forecast and contractual liabilities, the Group will utilise all its cash reserves by approximately December 2015. This condition, along with other matters as set forth in Note 1(a), indicates the existence of a material uncertainty that the Group may be unable to realise its assets and discharge its liabilities in the normal course of business and at the amounts stated in the financial report.

Report on the Remuneration Report

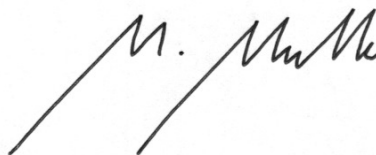
We have audited the Remuneration Report included in pages 19 to 25 of the directors' report for the year ended 30 June 2015. The directors of the company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the Corporations Act 2001. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

Opinion

In our opinion, the Remuneration Report of Bligh Resources Limited for the year ended 30 June 2015 complies with section 300A of the Corporations Act 2001.

A handwritten signature in blue ink that reads 'HLB Mann Judd'.

**HLB Mann Judd
Chartered Accountants**

A handwritten signature in blue ink that reads 'M. Muller'.

**M D Muller
Partner**

**Sydney, NSW
30 September 2015**

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ASX ADDITIONAL INFORMATION
FOR THE YEAR ENDED 30 JUNE 2015

Shareholder Information

Additional information required by the Australian Securities Exchange and not shown elsewhere in this report is as follows. The information is current as 9 September 2015.

Substantial shareholders

The following shareholders have notified the Company that pursuant to the provisions of section 671B of the *Corporations Act* they are substantial shareholders.

Name	No.	%
Tasman Funds Management P/L - Tasman ASX Investment Fund One	15,000,000	16.15
Best Wealth Winner Limited	10,520,231	11.33
Intrepid Concepts Pty Ltd	6,258,934	6.74
Mr Simon Tritton	4,950,000	5.33

Number of security holders and securities on issue

Quoted equity securities

The Company has issued 92,866,760 fully paid ordinary shares and these are held by 346 shareholders.

Unquoted equity securities

The Company has issued 1 Convertible Note over 4,000,000 ordinary shares to one Note holder.

The Company has issued 16,150,000 unquoted options to 7 option holders.

Voting rights

Ordinary shares

The voting rights attached to ordinary shares are that on a show of hands, every member present, in person or proxy has one vote and upon a poll, each share shall have one vote.

The Convertible Notes holder has no voting rights until the Convertible Note is converted to ordinary shares.

Option holders have no voting rights until the options are exercised and converted to ordinary shares.

Distribution of security holders

Ordinary shares

Category	Fully paid ordinary shares		
	<i> Holders </i>	<i> Shares </i>	%
1 - 1,000	1	200	.00
1,001 - 5,000	4	11,165	0.01
5,001 - 10,000	163	1,341,800	1.45
10,001 -100,000	107	4,512,097	4.86
100,001 and over	71	87,001,498	93.68
Total	346	92,866,760	100.00

Convertible Notes

The Company has one Convertible Note holder holding 4,000,000 Convertible Notes.

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ASX ADDITIONAL INFORMATION
FOR THE YEAR ENDED 30 JUNE 2015

Unlisted Options

Category	Options		
	Holders	Options	%
1 - 1,000	–	–	–
1,001 - 5,000	–	–	–
5,001 - 10,000	–	–	–
10,001 - 100,000	–	–	–
100,001 and over	7	16,150,000	100.00
Total	7	16,150,000	100.00

Twenty largest shareholders – fully paid ordinary shares

Details of the 20 largest shareholders by registered shareholding are:

	Name	No.	%
1	Tasman Funds Management P/L <Tasman ASX Investment Fund One>	15,000,000	16.15
2	Best Wealth Winner Limited	10,520,231	11.33
3	Intrepid Concepts Pty Ltd	5,000,000	5.38
4	Mr Simon William Tritton	4,950,000	5.33
5	Mr Jinle Song	4,166,667	4.49
6	ABN Amro Clearing Sydney	4,035,880	4.35
7	Keen Source Holdings Limited	4,000,000	4.31
8	Hong Kong-Henan International Holdings Limited	4,000,000	4.31
9	Mr Yuan Cheng	3,468,208	3.73
10	Mr Yun Sun	3,352,601	3.61
11	Mineral Rock Pty Ltd	2,036,000	2.19
12	Blonde Mile International Limited (BVI)	2,000,000	2.15
13	Ageo Holdings Pty Ltd	1,300,000	1.40
14	Mr Jason Kwai	1,136,250	1.22
15	V Capital Investments Pty Ltd	1,125,000	1.21
16	Goldbondsuper Pty Ltd	1,005,800	1.08
17	Rimpearl Pty Ltd	1,000,000	1.08
18	Mrs Qiufang Hu	1,000,000	1.08
19	Mr Peter Andrew Duffield & Mrs Karen Anne Mclean	990,000	1.07
20	Ms Xiaoyu Hou	800,000	0.86
	TOTAL	70,886,637	76.33

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ASX ADDITIONAL INFORMATION
FOR THE YEAR ENDED 30 JUNE 2015

Convertible Note - holder of over 20%

One Convertible Note converting into 4,000,000 fully paid ordinary shares at a conversion price of \$0.05 per share.

	Name	No. of Notes	%
1	Terrain Minerals Ltd	1	100.00

Unlisted options - holders of over 20%

	Name	No. of Options	%
1	Mineral Rock Pty Ltd	3,900,000	24.38
2	Intrepid Concepts Pty Ltd	3,900,000	24.38
3	Benjamin William Jarvis	3,400,000	21.25

Unmarketable parcel of shares

The number of shareholders holding less than a marketable parcel of ordinary shares is 210.

On market buy-back

There is no current on market buy-back.

ASX ADDITIONAL INFORMATION
FOR THE YEAR ENDED 30 JUNE 2015

Competent Person Statements

Mineral Resource Estimate

Mineral Resource Estimate for Bundarra Gold Project, November 2014.

Deposit	Resources	Measured	Indicated	M+I	Inferred	Total
Wonder North	Tonnes ('000t)	332	2,274	2,607	1,284	3,891
	Grade g/t Au	2.08	2.09	2.1	1.63	1.94
	Ounces ('000 oz)	22	153	175	67	242
Wonder West	Tonnes ('000t)	39	495	534	291	825
	Grade g/t Au	3.04	2.06	2.1	1.75	2.00
	Ounces ('000 oz)	4	33	37	16	53
Bluebush	Tonnes ('000t)	0	200	200	440	640
	Grade g/t Au	0.00	1.90	1.9	1.80	1.80
	Ounces ('000 oz)	0	12	12	26	38
Celtic	Tonnes ('000t)	0	194	194	1,057	1,252
	Grade g/t Au	0.00	2.47	2.5	1.98	2.05
	Ounces ('000 oz)	0	15	15	67	83
Celtic South	Tonnes ('000t)	0	78	78	111	188
	Grade g/t Au	0.00	2.10	2.1	1.42	1.70
	Ounces ('000 oz)	0	5	5	5	10
Bundarra Totals	Tonnes ('000t)	372	3,241	3,613	3,183	6,796
	Grade g/t Au	2.2	2.1	2.1	1.8	2.0
	Ounces ('000 oz)	26	218	244	182	426

Note: - Resource estimates are quoted at a 0.5g/t Au cut-off grade and calculated as of August 2013 for Wonder and Celtic whilst Blue Bush and Great Western are quoted at 0.5g/t Au cut-off grade in February 2011. Rounding errors will affect the estimates.

Competent Person-Steve Rose, Celtic, Celtic South, Wonder North and Wonder West Mineral Resource Estimate.

The information in this announcement that relates to Mineral Resources is based on information compiled by Mr Steve Rose who is a Fellow of the Australasian Institute of Mining and Metallurgy. Steve Rose is a full time employee of CSA Global Limited, resource industry consultants. Steve Rose has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Steve Rose consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears.

Competent Person-Peter Ball, Blue Bush Resource Estimate

The information in this announcement that relates to Mineral Resources is based on information compiled by Mr Peter Ball who is a Member of the Australian Institute of Geoscientists and the Australasian Institute of Mining and metallurgy. Peter Ball is a full time employee of Datageo Pty Ltd..Peter Ball has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Peter Ball consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears.

BLIGH RESOURCES LIMITED
ABN 83 130 964 162

ASX ADDITIONAL INFORMATION
FOR THE YEAR ENDED 30 JUNE 2015

Bligh Resources Ltd -Tenement List

Project	Tenement Number	Current Holders	Granted / Application	Expires	Status	Area (ha)
Leonora						
Diorite King WA	P37/7782	Bligh	24/06/2010	23/06/2018	Granted	200
Diorite King WA	P37/7783	Bligh	24/06/2010	23/06/2018	Granted	200
Diorite King WA	P37/7784	Bligh	24/06/2010	23/06/2018	Granted	200
Diorite King WA	P37/7785	Bligh	24/06/2010	23/06/2018	Granted	179
Diorite King WA	P37/7786	Bligh	24/06/2010	23/06/2018	Granted	182
Diorite King WA	P37/7787	Bligh	24/06/2010	23/06/2018	Granted	199
Diorite King WA	P37/7788	Bligh	24/06/2010	23/06/2018	Granted	74
Diorite King WA	P37/7789	Bligh	24/06/2010	23/06/2018	Granted	191
Diorite King WA	P37/7790	Bligh	24/06/2010	23/06/2018	Granted	118
Diorite King WA	P37/7791	Bligh	24/06/2010	23/06/2018	Granted	108
Diorite King WA	P37/7792	Bligh	24/06/2010	23/06/2018	Granted	117
Diorite King WA	P37/7793	Bligh	24/06/2010	23/06/2018	Granted	120
Diorite King WA	P37/7807	Bligh	24/06/2010	23/06/2018	Granted	120
Diorite King WA	P37/7808	Bligh	24/06/2010	23/06/2018	Granted	120
Diorite King WA	P37/7809	Bligh	24/06/2010	23/06/2018	Granted	182
Diorite King WA	P37/7810	Bligh	24/06/2010	23/06/2018	Granted	120
Diorite King WA	P37/7811	Bligh	24/06/2010	23/06/2018	Granted	120
Diorite King WA	P37/7812	Bligh	24/06/2010	23/06/2018	Granted	95
Diorite King WA	P37/7813	Bligh	24/06/2010	23/06/2018	Granted	120
Diorite King WA	P37/7814	Bligh	24/06/2010	23/06/2018	Granted	109
Diorite King WA	P37/7815	Bligh	24/06/2010	23/06/2018	Granted	73
Diorite King WA	P37/7816	Bligh	24/06/2010	23/06/2018	Granted	122
Diorite King WA	P37/7829	Bligh	20/10/2010	19/10/2018	Granted	199
Little Wonder WA-50%	P37/7100	Bligh	23/12/2008	22/12/2016	Granted	22
Little Wonder WA-50%	P37/8048	Bligh	16/08/2011	15/08/2015	Granted	15
Bootu Creek II Project						
Bootu Creek TWO NT	EL27654	Bligh	14/07/2010	13/07/2016	Granted	136.3
Bootu Creek TWO NT-80%	EL27651	Bligh /USI	29/07/2010	28/07/2016	Granted	156.1

* Diorite King WA – Licence renewal for a further four years has been submitted the Department of Mines and Petroleum

ASX ADDITIONAL INFORMATION
FOR THE YEAR ENDED 30 JUNE 2015

S R Mining Pty Ltd - Tenement List

Tenement	Project	Location	Ownership
M37/513	Bundarra	WA	97.5%
M37/514	Bundarra	WA	97.5%
M37/350	Bundarra	WA	97.5%
M37/488	Bundarra	WA	97.5%
M37/638	Bundarra	WA	97.5%
P37/8382	Bundarra	WA	97.5%
P37/8383	Bundarra	WA	97.5%
P37/8384	Bundarra	WA	97.5%
P37/8385	Bundarra	WA	97.5%
P37/8386	Bundarra	WA	97.5%
P37/8306	Bundarra	WA	97.5%
L37/201	Bundarra	WA	97.5%
L27/126	Bundarra	WA	97.5%