

# **UXA Resources Limited**

**ABN 65 112 714 397**

## **Half Year Financial Report**

**31 December 2015**

## CONTENTS

---

<b>Directors' Report .....</b>	<b>2</b>
1. Directors.....	2
2. Principal ACTIVITIES .....	2
3. REVIEW OF OPERATIONS .....	2
4. Events Subsequent to Balance Date .....	3
5. SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS.....	4
6. Lead Auditor's independence declaration.....	4
<b>Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the directors of UXA Resources Limited .....</b>	<b>5</b>
<b>Condensed Statement of Profit or Loss and Other Comprehensive Income .....</b>	<b>6</b>
<b>Condensed Statement of Financial Position as at 31 December 2015.....</b>	<b>7</b>
<b>Condensed Statement of Cash Flows .....</b>	<b>8</b>
<b>Statement of Changes in Equity.....</b>	<b>9</b>
<b>Notes to the Condensed Interim Financial Statement for the Half Year Ended 31 December 2015 .....</b>	<b>10</b>
1. <i>Reporting entity</i> .....	10
2. <i>Statement of compliance</i> .....	10
3. <i>Significant accounting policies</i> .....	10
3. <i>Significant accounting policies (cont)</i> .....	11
4. <i>Operating Segments</i> .....	11
5. <i>Contingent Liabilities and Contingent Assets</i> .....	11
6. <i>Exploration and Evaluation Expenditure</i> .....	11
7. <i>Issued Capital</i> .....	12
8. <i>Loans and Borrowings</i> .....	12
9. <i>Events Subsequent to Balance Date</i> .....	13
10. <i>Contingent Assets and Liabilities</i> .....	13
11. <i>Share Based Payments</i> .....	13
<b>Directors' Declaration .....</b>	<b>14</b>
<b>Independent Auditor's Review Report to the Members of UXA Resources Limited .....</b>	<b>15</b>
<b>Company Directory .....</b>	<b>17</b>

# UXA RESOURCES LIMITED

---

## Directors' Report

The Directors of UXA Resources Limited ("UXA") present their report together with the financial report for the six months ended 31 December 2015 and the review report thereon.

### 1. DIRECTORS

The Directors of UXA at any time during or since the end of the interim period are:

- David Walker (Managing Director) appointed 26 August 2014
- Peter Hunt (Non-Executive Director) appointed 26 August 2014
- John Santich (Non-Executive Director) appointed 26 August 2014
- Phillip Valliere (Non-Executive Director) appointed 23 December 2015

### 2. PRINCIPAL ACTIVITIES

UXA is a diversified exploration company searching for uranium, gold and precious metals. The Company is committed to further exploration and development of its flagship asset, the Nabarlek Uranium Project in the Northern Territory of Australia. No exploration activities were undertaken during the period under review.

### 3. REVIEW OF OPERATIONS

During the period under review, UXA continued to hold its mineral exploration properties, but did not carry out any exploration activities.

UXA held two granted Exploration Licences and nine licence applications in the Northern Territory and two granted Exploration Licences in South Australia.



Figure 1. UXA Project Location Map

## UXA RESOURCES LIMITED

### 3. REVIEW OF OPERATIONS (cont)

Details of all Tenements held or which UXA has rights to at 31 December 2015:

Active Tenements	Ownership	Area (km <sup>2</sup> )	Status
EL 24868 (NT) Nabarlek North	100% UXA	191	Granted
EL 24565 (NT) Pandanus West	100% UXA	957	Granted
EL 4971 (SA) Commonwealth Hill	100% UXA	265	Granted
Tenement Applications	Ownership	Area (km <sup>2</sup> )	Status
ELA 24577 (NT) Katherine North	100% UXA	223	Subject to Grant
ELA28690 (NT) Pandanus West "A" moratorium	100% UXA	7	Subject to Grant
ELA28691 (NT) Pandanus West "B" moratorium	100% UXA	7	Subject to Grant
ELA28692 (NT) Pandanus West "C" moratorium	100% UXA	14	Subject to Grant
ELA28241 (NT) Nabarlek North "A" moratorium	100% UXA	13	Subject to Moratorium
ELA28242 (NT) Nabarlek North "B" moratorium	100% UXA	12	Subject to Moratorium
ELA28243 (NT) Nabarlek West "A" moratorium	100% UXA	47	Subject to Grant
ELA28244 (NT) Nabarlek West "B" moratorium	100% UXA	8	Subject to Grant

### 4. EVENTS SUBSEQUENT TO BALANCE DATE

The following significant events occurred subsequent to 31 December 2015:

(a)

- i. The Company lodged with ASIC on 24 December 2015 a non-renounceable rights issue prospectus for the issue to eligible shareholders of 1 new share for every 3 shares held at an issue price of 10 cents per new shares to raise up to \$2.42m (before cost)
- ii. On 22 January 2016 ASIC issued a Stop Order on the Rights Issue pending the issue of a Supplementary Prospectus which was lodged with ASIC 29 January 2016 and subsequently released to the market on the 10 February 2016.
- iii. The Rights Issue closed on 19 February 2016 and of the maximum of 24,194,120 shares offered to current shareholders 2,769,073 shares were taken up. The shortfall of 21,425,047 shares is at the discretion of directors to be placed at a price not less than 10 cents and within 3 months of the closing date of the Rights Issue.
- iv. Should insufficient funds be raised from the Right Issue and placement of the shortfall shares to enable the company's shares to be requoted by 24 March 2016 the Company will be liable to refund monies received to date pursuant to the Rights Issue. The pending liability as at the 15 March 2016 is \$276,907.

## **UXA RESOURCES LIMITED**

---

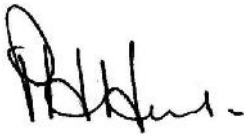
### **5. SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS**

On 22 November 2013 the Company's Administrator entered into a Deed of Company Arrangement (DOCA) with Palgrave Resources Limited. The Company has now been restructured and exited Administration on 5 May 2015.

### **6. LEAD AUDITOR'S INDEPENDENCE DECLARATION**

The lead auditor's independence declaration is set out on page 5 and forms part of the directors' report for the six months ended 31 December 2015.

**Signed in accordance with a resolution of the directors:**

A handwritten signature in black ink, appearing to read 'Peter Hunt', with a horizontal line at the end.

**Peter Hunt**  
**Chairman**

Dated at Adelaide this 15<sup>th</sup> day of March 2016

## UXA RESOURCES LIMITED

### Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the directors of UXA Resources Limited



Level 1,  
67 Greenhill Rd  
Wayville SA 5034

Correspondence to:  
GPO Box 1270  
Adelaide SA 5001

T 61 8 8372 6666  
F 61 8 8372 6677  
E [info.sa@au.gt.com](mailto:info.sa@au.gt.com)  
W [www.grantthornton.com.au](http://www.grantthornton.com.au)

#### AUDITOR'S INDEPENDENCE DECLARATION TO THE DIRECTORS OF UXA RESOURCES LIMITED

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the review of UXA Resources Limited for the half-year ended 31 December 2015, I declare that, to the best of my knowledge and belief, there have been:

- a No contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- b No contraventions of any applicable code of professional conduct in relation to the review.

A stylized signature of "Grant Thornton" in blue ink.

GRANT THORNTON AUDIT PTY LTD  
Chartered Accountants

A stylized signature of "J L Humphrey" in blue ink.

J L Humphrey  
Partner – Audit & Assurance

Adelaide, 15 March 2016

Grant Thornton Audit Pty Ltd ACN 130 913 594  
a subsidiary or related entity of Grant Thornton Australia Ltd ABN 41 127 556 389

'Grant Thornton' refers to the brand under which the Grant Thornton member firms provide assurance, tax and advisory services to their clients and/or refers to one or more member firms, as the context requires. Grant Thornton Australia Ltd is a member firm of Grant Thornton International Ltd (GTIL). GTIL and the member firms are not a worldwide partnership. GTIL and each member firm is a separate legal entity. Services are delivered by the member firms. GTIL does not provide services to clients. GTIL and its member firms are not agents of, and do not obligate one another and are not liable for one another's acts or omissions. In the Australian context only, the use of the term 'Grant Thornton' may refer to Grant Thornton Australia Limited ABN 41 127 556 389 and its Australian subsidiaries and related entities. GTIL is not an Australian related entity to Grant Thornton Australia Limited.

Liability limited by a scheme approved under Professional Standards Legislation. Liability is limited in those States where a current scheme applies.

## UXA RESOURCES LIMITED

### Condensed Statement of Profit or Loss and Other Comprehensive Income

For the half year ended 31 December 2015

	Note	31 Dec 2015	31 Dec 2014
Other income		-	-
<b>Operating Costs</b>			
Professional fees		63,647	139,704
ASX/Registry expenses		34,095	46,473
Audit fees		21,220	10,252
Impairment expense		-	-
Interest		18,260	-
Insurance		6,872	12,299
Legal/Meeting & prospectus expenses		72,935	126,951
Travel		-	26,875
Office expenses		8,222	7,254
Exploration expenditure written off		13,320	113,550
Secretarial fees		14,058	22,263
Directors Fees		75,021	48,862
<b>Total expenses</b>		<b>(327,650)</b>	<b>(554,483)</b>
<b>Profit / (Loss) from operating activities</b>		<b>(327,650)</b>	<b>(554,483)</b>
Interest income		-	-
Bank & finance costs		-	-
<b>Net finance costs</b>		<b>-</b>	<b>-</b>
Profit / (Loss) before income tax		<b>(327,650)</b>	<b>(554,483)</b>
Income tax expense		-	-
<b>Profit / (loss) for the period</b>		<b>(327,650)</b>	<b>(554,483)</b>
<b>Other comprehensive income for the period, net of tax</b>			
Foreign currency transaction differences – foreign operations		-	-
<b>Total comprehensive profit / loss for the period</b>		<b>(327,650)</b>	<b>(554,483)</b>
		Cents	Cents
Basic profit / (loss) per share		(0.0047)	(0.0090)
Diluted profit / (loss) per share		(0.0047)	(0.0090)

**UXA RESOURCES LIMITED****Condensed Statement of Financial Position as at 31 December 2015**

	Note	31 Dec 2015	30 June 2015
<b>Assets</b>			
Cash and cash equivalents		46,174	89,945
Trade and other receivables		93,990	84,908
Exploration and evaluation assets	6	1,125,660	1,125,660
<b>TOTAL ASSETS</b>		<b>1,265,824</b>	<b>1,300,513</b>
<b>Liabilities</b>			
Trade and other payables		742,570	491,256
Related party loans	8	354,559	412,912
<b>TOTAL LIABILITIES</b>		<b>1,097,129</b>	<b>904,168</b>
<b>NET ASSETS</b>		<b>168,695</b>	<b>396,345</b>
<b>Equity</b>			
Share capital	7	2,194,224	2,094,224
Accumulated losses		(2,025,529)	(1,697,879)
<b>TOTAL EQUITY</b>		<b>168,695</b>	<b>396,345</b>

## UXA RESOURCES LIMITED

### Condensed Statement of Cash Flows

For the half year ended 31 December 2015

<i>In thousands of dollars</i>	Note	31 Dec 2015	31 Dec 2014
<b>Cash flows from operating activities</b>			
Receipts from customers		-	-
Cash payments to suppliers and employees		(190,228)	(223,022)
Interest received		-	-
Interest paid		-	-
<b>Net cash used in operating activities</b>		<b>(190,228)</b>	<b>(223,022)</b>
<b>Cash flows from investing activities</b>			
Payments for exploration and evaluation expenditure		-	-
Proceeds from sale of fixed assets		-	-
<b>Net cash used in investing activities</b>		<b>-</b>	<b>-</b>
<b>Cash flows from financing activities</b>			
Proceeds from issue of share capital		104,810	-
Proceeds from borrowings		41,647	-
Proceeds from related party loans		-	223,022
Repayment of borrowings		-	-
<b>Net cash from financing activities</b>		<b>146,457</b>	<b>223,022</b>
<b>Net increase in cash and cash equivalents</b>		<b>(43,771)</b>	<b>-</b>
Effect of exchange rate fluctuation on cash rate		-	-
Cash and cash equivalents at 1 July		<b>89,945</b>	<b>124,320</b>
<b>Cash and cash equivalents at 31 December</b>		<b>46,174</b>	<b>124,320</b>

## UXA RESOURCES LIMITED

### Statement of Changes in Equity

For the half year ended 31 December 2015

	Issued Capital	Accumulated Losses	Reserves	Total
	\$	\$	\$	\$
Balance at 1 July 2015	2,094,224	(1,697,879)	-	396,345
<b>Total profit / (loss) for the period</b>				
Loss for the period		(327,650)	-	(327,650)
<b>Other comprehensive income</b>				
Total other comprehensive income	-	-	-	-
<b>Total comprehensive profit or (loss) for the period</b>		(327,650)		(327,650)

#### *Contributions by and distributions to owners*

Shares issued

- Part conversion of loan to ordinary shares	100,000	-	-	100,000
<b>Total contributions by and distributions to owners</b>	100,000	-	-	100,000
<b>Balance as at 31 December 2015</b>	<b>2,194,224</b>	<b>(2,025,529)</b>	<b>-</b>	<b>168,695</b>

Balance at 1 July 2014	30,855,715	(33,945,236)	1,268,361	(1,821,162)
Capital reduction – cancellation lost capital	(30,855,715)	30,855,713	-	-
Transfer share based payments received to retained earnings	-	1,268,361	(1,268,361)	-
<b>Total profit / (loss) for the period</b>				
Loss for the period	-	(554,483)	-	(554,483)
<b>Other comprehensive income</b>				
Total other comprehensive income	-	-	-	-
<b>Total comprehensive profit or loss for the period</b>	<b>-</b>	<b>(554,483)</b>	<b>-</b>	<b>(554,483)</b>
<b>Transaction with owners, recorded directly in equity</b>				
Shares issued – 15% placement	1,000	-	-	-
– issue to satisfy note holders	1,152,000	-	-	-
– issues approved by shareholders	599,240	-	-	-
<b>Total contributions by and distributions to owners</b>	<b>1,752,240</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Balance as at 31 December 2014</b>	<b>1,752,240</b>	<b>(2,375,645)</b>	<b>-</b>	<b>(623,405)</b>

## **Notes to the Condensed Interim Financial Statement for the Half Year Ended 31 December 2015**

### **1. REPORTING ENTITY**

UXA Resources Limited (UXA) is a company domiciled in Australia. The condensed interim financial report as at and for the six months ended 31 December 2015.

The annual financial report of the Company as at and for the year ended 30 June 2015 is available upon request from the Company Secretary, Graham Seppelt (see Company Directory).

### **2. STATEMENT OF COMPLIANCE**

The condensed interim financial report is a general purpose financial report which has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the Corporations Act 2001.

The condensed interim financial report does not include all of the information required for a full annual financial report, and should be read in conjunction with the consolidated annual financial report of the entity as at and for the year ended 30 June 2015.

This condensed interim financial report was approved by the Board of Directors on March 2015.

### **3. SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies applied by the Company in the interim financial report are the same as those applied by the Company in its financial report as at and for the year ended 30 June 2015.

#### **(a) Alternate basis of preparation**

The company reported a loss after tax of \$0.328 million (2014: loss of \$0.553 million) for the half year ended 31 December 2015. At reporting date, the company had accumulated losses of \$2.025 million and net assets of \$0.169 million.

Based on current forecasts there is significant uncertainty as to the Company's ability to meet its commitments over the foreseeable future. Consequently, the financial statements have not been prepared on a 'going concern' basis but rather have been prepared on an 'alternate' basis representing a planned orderly realisation of assets and settlement of liabilities.

The Company's ability to resume operations as a going concern is contingent upon successfully raising additional capital.

#### **(i) Realisation of basis of accounting**

The 'realisation basis' of accounting adopted by the company in the preparation of its financial statements continues to apply the requirements of Australian accounting standards taking into account that the Company is not expected to continue as a going concern in its present form until such time as additional equity capital is raised.

No additional provisions or liabilities have been recognised as a result of adopting the alternate basis of accounting as the directors have not incurred any additional legal or contractual obligations.

Given the uncertainties in valuing assets and liabilities, it is likely that the valuation of assets and liabilities included in these financial statements may differ from actual results.

## UXA Resources Limited

---

### 3. **SIGNIFICANT ACCOUNTING POLICIES (CONT)**

#### (b) **Estimates**

The preparation of the half year financial report requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim financial report, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended 30 June 2015 and reissued on 10 February 2016.

### 4. **OPERATING SEGMENTS**

During the six months to 31 December 2015 the Company was a sole purpose exploration Company on the basis of raising sufficient funds pursuant to a rights issue prospectus lodged on 24 December 2015.

### 5. **CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

The Company does not have any contingent assets or liabilities.

### 6. **EXPLORATION AND EVALUATION EXPENDITURE**

	<b>31 Dec 2015</b>	<b>30 Jun 2015</b>
Balance at beginning of period	1,125,660	1,125,660
Expenditure capitalised in the period	-	-
Amounts written off / adjusted in the period	-	-
Balance at end of period	<b>1,125,660</b>	<b>1,125,660</b>

The recoverability of the carrying amount of \$1,125,660 is dependent obtaining sufficient funds or exploring further joint ventures, which may lead to further successful developments and commercial exploitation or sale of the respective areas of interest.

## UXA Resources Limited

### 7. ISSUED CAPITAL

#### Issuance of ordinary shares

	No. Shares	\$	No. Options
<b>2015</b>			
Balance at 1 July 2015	68,084,255	2,094,224	19,000,000
Conversion of a loan to ordinary shares	2,000,000	100,000	-
Options issued in lieu of loan establishment fees	-	-	10,000,000
<b>Balance at 31 December 2015</b>	<b>70,084,255</b>	<b>2,194,224</b>	<b>29,000,000</b>
<b>2014</b>			
Balance at 1 July 2014	886,744,784	30,855,715	6,500,000
Share placement	130,000,000	1,000	
Consolidation of share capital on 1 for 200	5,084,255	30,856,715	32,500
Options expired	-	-	(7,500)
Issue of shares pursuant to resolution passed by shareholders	56,040,000	1,752,540	-
Loss of capital & approved by shareholders	-	(30,855,715)	-
Issue of options – expired note holders	-	-	10,000,000
Issue of options - Directors	-	-	9,000,000
<b>Balance at 31 December 2014</b>	<b>61,124,255</b>	<b>1,753,540</b>	<b>19,025,000</b>

All issued shares are fully paid.

### 8. LOANS AND BORROWINGS

#### (a) Related party loans

	31 Dec 15	30 June 15
<i>Current</i>	\$	\$
Palgrave Resources Ltd	8,682	8,682
Dalkeith Resources Pty Ltd	345,877	404,230
	<b>354,559</b>	<b>412,912</b>

Palgrave Resources is a director related entity of David Walker and Peter Hunt. Dalkeith Resources is a director related entity of David Walker.

## UXA Resources Limited

---

### 9. **EVENTS SUBSEQUENT TO BALANCE DATE**

The following significant events occurred subsequent to 31 December 2015:

- i. The Company lodged with ASIC on 24 December 2015 a non-renounceable rights issue prospectus for the issue to eligible shareholders of 1 new share for every 3 shares held at an issue price of 10 cents per new shares to raise up to \$2.42m (before cost)
- ii. On 22 January 2016 ASIC issued a Stop Order on the Rights Issue pending the issue of a Supplementary Prospectus which was lodged with ASIC 29 January 2016 and subsequently released to the market on the 10 February 2016.
- iii. The Rights Issue closed on 19 February 2016 and of the maximum of 24,194,120 shares offered to current shareholders 2,769,073 shares were taken up. The shortfall of 21,425,047 shares is at the discretion of directors to be placed at a price not less than 10 cents and within 3 months of the closing date of the Rights Issue.
- iv. Should insufficient funds be raised from the Right Issue and placement of the shortfall shares to enable the company's shares to be requoted by 24 March 2016 the Company will be liable to refund monies received to date pursuant to the Rights Issue. The pending liability as at the 15 March 2016 is \$276,907.

### 10. **CONTINGENT ASSETS AND LIABILITIES**

The Company does not have any contingent assets or liabilities.

### 11. **SHARE BASED PAYMENTS**

During the half year ended 31 December 2015 the company issued the following equity instruments share based payments:

	Number of shares	Fair value \$	Number of Options	Fair value \$
1. The issue of options to Dalkeith Resources Pty Ltd in lieu of loan establishment fee in 2 tranches of 5,000,000 options each	-	-	10,000,000	-
2. Part conversion of loan to ordinary shares	2,000,000	100,000	-	-
<b>Total</b>	<b>2,000,000</b>	<b>100,000</b>	<b>10,000,000</b>	<b>-</b>

For the options granted during the period, the model valuation inputs used to determine the fair value at the grant date were as follows:

Input	Tranche 1	Tranche 2
Expiry date	27-Oct-17	27-Oct-19
Share price at grant date	\$0.00001	\$0.00001
Exercise price	\$0.10	\$0.15
Expected volatility	100%	100%
Risk free rate	2.57%	2.57%
Fair value	\$0.00	\$0.00

## UXA Resources Limited

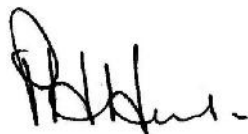
---

### DIRECTORS' DECLARATION

In the opinion of the Directors of UXA Resources Ltd ("the Company"):

1. In the opinion of the Directors of UXA Resources Limited ("UXA"):
  - (a) the interim financial statements and notes set out on pages 6 to 14, are in accordance with the Corporations Act 2001, including:
    - (i) giving a true and fair view of the Company's financial position as at 31 December 2015 and of its performance, for the half year ended on that date; and
    - (ii) complying with Australian Accounting Standard 134 Interim Financial Reporting and the Corporations Regulations 2001; and
  - (b) Due to the uncertainty outlined in note 3(a), the directors are unable to conclude that UXA will remain a going concern and will be able to pay its debts as and when they fall due for the next 12 months.
2. As a consequence of subsequent events, the Directors have not been given the declarations required by section 295A of the Corporations Act 2001 from the Chief Executive Officer and the Chief Financial Officer for the period ended 31 December 2015.

Dated at Adelaide this 15<sup>th</sup> day of March 2016



**Peter Hunt**  
Chairman

# UXA RESOURCES LIMITED

## Independent Auditor's Review report

---

### Independent Auditor's Review Report to the Members of UXA Resources Limited



Level 1,  
67 Greenhill Rd  
Wayville SA 5034

Correspondence to:  
GPO Box 1270  
Adelaide SA 5001

T 61 8 8372 6666  
F 61 8 8372 6677  
E info.sa@au.gt.com  
W www.grantthornton.com.au

#### **INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF UXA RESOURCES LIMITED**

We have reviewed the accompanying half-year financial report of UXA Resources Limited (the "Company"), which comprises the statement of financial position as at 31 December 2015, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration of the company.

#### **Directors' responsibility for the half-year financial report**

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

#### **Auditor's responsibility**

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

Grant Thornton Audit Pty Ltd ACN 130 913 594  
a subsidiary or related entity of Grant Thornton Australia Ltd ABN 41 127 556 389

'Grant Thornton' refers to the brand under which the Grant Thornton member firms provide assurance, tax and advisory services to their clients and/or refers to one or more member firms, as the context requires. Grant Thornton Australia Ltd is a member firm of Grant Thornton International Ltd (GTIL). GTIL and the member firms are not a worldwide partnership. GTIL and each member firm is a separate legal entity. Services are delivered by the member firms. GTIL does not provide services to clients. GTIL and its member firms are not agents of, and do not obligate one another and are not liable for one another's acts or omissions. In the Australian context only, the use of the term 'Grant Thornton' may refer to Grant Thornton Australia Limited ABN 41 127 556 389 and its Australian subsidiaries and related entities. GTIL is not an Australian related entity to Grant Thornton Australia Limited.

Liability limited by a scheme approved under Professional Standards Legislation. Liability is limited in those States where a current scheme applies.



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

### **Independence**

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

### **Conclusion**

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

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

### **Emphasis of matter – Realisation basis of accounting**

Without modifying our conclusion, we draw attention to note 3(a) Alternative basis of preparation (realisation basis) in the notes to the interim report, which indicates the Company's determination that they are no longer a going concern unless they are able to raise additional funds.

A stylized, handwritten-style signature of "Grant Thornton" in blue ink.

GRANT THORNTON AUDIT PTY LTD  
Chartered Accountants

A handwritten signature in blue ink, appearing to read "J L Humphrey".

J L Humphrey  
Partner - Audit & Assurance

Adelaide, 15 March 2016

## UXA RESOURCES LIMITED

### Company Directory

---

### Company Directory

<b>Directors</b>	Peter Hunt (Chairman and Non-Executive Director)) David Walker (Managing Director) John Santich (Non-Executive Director) Phillip Valliere (Non-Executive Director)
<b>Secretary</b>	Graham Seppelt
<b>Australian Business No.</b>	65 112 714 397
<b>Registered Office</b>	Level 7, 420 King William St Adelaide South Australia 5000 AUSTRALIA Email: seppelt@bold.net.au
<b>Website</b>	Web: <a href="http://www.uxaresources.com.au">www.uxaresources.com.au</a>
<b>Auditor</b>	Grant Thornton Audit Pty Ltd 67 Greenhill Road Parkside SA 5067
<b>Share Registry</b>	Computershare Investor Services Pty Ltd Level 3 60 Carrington Street Sydney NSW 2000