Tasman Goldfields Limited

ABN 86 121 985 385

Half-year financial report for the half-year ended 31 December 2008

Contents

This financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2008 and any public announcements made by Tasman Goldfields Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

Corporate directory

Directors	Mr. John G. Park (Chairman) Mr. Geoffrey N. Checketts (Managing Director) Mr. Robert H. Skrzeczynski (Non Executive Director)
Company secretary	Mr. John Haley
Registered office	Tasman Goldfields Limited Level 1 500 Boundary Street SPRING HILL QLD 4000
Share registry	Registries Limited Level 7 207 Kent Street SYDNEY NSW 2000
Auditors	Ernst & Young 1 Eagle Street BRISBANE QLD 4000
Lawyers	McCullough Robertson Lawyers Level 11, Central Plaza Two 66 Eagle Street BRISBANE QLD 4000
Stock exchange listings	Tasman Goldfields Limited fully paid ordinary shares are quoted on the Australian Securities Exchange
Website address	www.tasmangoldfields.com.au

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Peter Nicolson, who is a Member of the Australasian Institute of Mining and Metallurgy and a Member of the Australian Institute of Geoscientists, is a full-time employee of Tasman Goldfields Ltd, and who has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity referred to herein, to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves". Mr Nicolson consents to the inclusion in this report of the matters based on his information in the form and context in which they appear.

Highlights for the half-year

Challenger Project.
During the half-year the Company received an independent mining engineering review on the Challenger project, near Wagga Wagga in southern NSW, and completed its exploration drilling programme on ML 1435 and EL 5728.

The mining review confirmed that the development of an open pit gold mine located on the Challenger Main, Challenger Extended and potentially the Currajong ore bodies is economically attractive at prevailing gold prices and costs.

Additional modelling late in the half-year further enhanced the mine economics based on the mining of 106,000 ounces of the current 134,000 ounces of inferred resource (1.9mt @ 2.2 g/t Au). The modelling did not include potential for ore feed from other known zones of mineralisation in the immediate area. The study also highlighted that the main Challenger ore shoot is partially open at depth and any additional resources added by drilling down plunge will enhance the economics of the potential development.

Data DVD's have been in demand by prospective joint venture partners.

The drilling programme consisted of a total of 34 RC drill holes (907m total, average 26.6m depth) completed along two main traverses. Holes were sited near the surface traces of the historically-producing quartz lodes of the Old Hill Line, Victoria Line, Middle, and Caledonian reefs of the Adelong Goldfield.

Significant intercepts included (downhole widths):

- **2m @ 2.45 g/t gold**, and
- **1m @ 8.77 g/t gold,**
- **21m @ 1.44 g/t gold** (no lower cutoff),
- **2m @ 1.85 g/t gold** (terminated in mineralization),
- **2m @ 2.33 g/t gold,**
- **5m @ 1.19 g/t gold.**

The drill program was successful in intersecting potentially ore grade mineralization in adjacent drill holes at both the Victoria East and Caledonian reefs. The mineralisation at Victoria East represents early potential for an additional open pit within the Challenger mine plan.

Malaumanda.
The comprehensive surface geochemical sampling programme on EL1235 was completed in October. The programmes established a case for the existence and discovery of copper-gold porphyry and nickel-cobalt mineralisation within the EL1235 tenement, which sits within the highly mineralised orogenic belt. Prior to Tasman's geochemical programme, the potential for the existence of these mineralisation styles had not been systematically investigated.

Float and rock chip assay results ranged up to **8.45% copper** and **31.7 g/t gold**, with zinc and molybdenum also of significant interest.

Following the receipt of final multi-element assays in early November, a review of the data highlighted **seven gold anomalous areas** within EL1235, four of which indicated potential for buried porphyry mineralisation. At the end of the half-year, Tasman was awaiting receipt of the first regional airborne geophysics data on the adjoining EL1444 tenement.

Longwood.
An airmag survey over the Merrivale and East Longwood prospects was completed in early September. A reinterpretation of earlier airmag flown by a previous explorer was integrated into the existing surface geochemical model. **Sixteen geophysical anomalies**, some with corresponding anomalous surface geochemistry, were identified. A surface geochemical programme was subsequently scheduled for the March quarter.

Digger's Creek.
During the half-year, Tasman applied for exploration tenure over 54 square kilometres southwest of Forsayth, Qld. The application area contains the Digger's Creek epithermal gold vein system which has been traced for over 2.5 km and which is locally up to 10 metres wide. Transverse vein structures intersect the Digger's Creek vein system, and are each up to 1 km long.

A limited programme of exploration drilling conducted by a previous explorer in 2004 produced a best intercept of **4 metres at 3.5 g/t gold** from 44 metres.

Tasman sees close similarities between this prospect and the epithermal vein systems currently being mined at Pajingo and Cracow in Queensland.

Endeavour Inlet.
In October, a permit application was lodged over the historic Endeavour Inlet antimony mine located in Marlborough, New Zealand. Historically the mine produced approximately 3,000 tonnes of antimony ore at an approximate average grade of 40% Stibnite. Vertical zonation was a notable feature of the mine with antimony grade decreasing and gold grade increasing with depth.

Gold grades at the lower level of the mine are reported to grade up to **7 g/t gold**. Minor tungsten was also observed.

Despite the significant gold grades at depth no explorer has tested the potential for the mine to host major gold mineralisation in the **8 km long mineralised shear zone**. Historic reports record the presence of two additional shear zone systems parallel to the Endeavour shear. Little is known in regard to these parallel structures.

Directors' report

The Directors of Tasman Goldfields Limited ("the Company") submits herewith the financial report of Tasman Goldfields Limited and its subsidiaries ("Consolidated Entity") for the half-year ended 31 December 2008. In order to comply with the provisions of the Corporations Act 2001, the Directors report as follows:

Directors

The names and details of the directors of the Company in office during the half-year and until the date of this report are:

Mr. John G. Park

Mr. Geoffrey N. Checketts

Mr. Robert H. Skrzeczynski

All the Directors were in office during the whole of the half-year.

Principal activities

The principal activity of the Company is exploration for gold and other minerals.

Review of operations

The Company recorded a loss after tax of $1,135,136 for the half-year ended 31 December 2008 (31 December 2007: $502,661).

During the half-year the Company continued to pursue the following strategy and objectives:-

a) aggressively exploring its exploration properties concentrating on value creation through utilising its own exploration expertise;

b) assessing and acting upon new gold exploration opportunities that are complementary to existing projects and are likely to add value to the Company. Projects assessed ranged from those with JORC compliant resources through to grass roots projects with significant discovery potential;

c) examining the economic viability of taking the Challenger resource to production; and

d) reviewing the potential for basement hosted gold mineralisation at the Miclere project.

During the half year ended 31 December 2008 the Company recognised an impairment loss of $686,262 in respect of its mining plant and equipment held in its subsidiary Challenger Mines Limited. In assessing the impairment loss the company compared the carry value of the mining plant and equipment with its recoverable amount. During this period the Directors have determined that the mining plant and equipment has no value in use and its fair value less cost to sell is also of nil value due the falling scrap metal prices.

Subsequent events

On 7 January 2009 Tasman Goldfields Limited and Golden Cross Resources Limited announced a variation to the Company's deferred settlement obligations in relation to the acquisition of 100% of the issued capital of Challenger Mines Ltd with land and mining tenements owned by other parties. Details of the variation are outlined in note 14 in the notes to the financial statements.

Auditor's independence declaration

The auditor's independence declaration is included on page 7 of the half-year financial report.

Signed in accordance with a resolution of directors made pursuant to s.306 (3) of the Corporations Act 2001.

On behalf of the directors.

Mr. Geoffrey N. Checketts
Managing Director
11 March 2009

ERNST & YOUNG

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Auditor's Independence Declaration to the Directors of Tasman Goldfields Limited

In relation to our review of the half-year ended 31 December 2008, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the *Corporations Act 2001* or any applicable code of professional conduct.

Ernst & Young

Mark Phelps
Partner
11 March 2009

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To members of Tasman Goldfields Limited

Report on the Condensed Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Tasman Goldfields Limited (the company) which comprises the balance sheet as at 31 December 2008, and the income statement, statement of changes in equity and cash flow statement for the half-year ended on that date, other selected explanatory notes and the Directors' declaration of the entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

Directors' Responsibility for the Half-Year Financial Report

The Directors of the company are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim and Other Financial Reports Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the entity's financial position as at 31 December 2008 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Tasman Goldfields Limited and the entities it controlled during the half-year, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We have given to the Directors of the company a written Auditor's Independence Declaration.

Conclusion

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

i giving a true and fair view of the consolidated entity's financial position as at 31 December 2008 and of its performance for the half-year ended on that date; and

ii complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulation 2001*.

Inherent Uncertainty Regarding Continuation of Going Concern

Without qualification to the opinion expressed above, attention is drawn to the following matter. As a result of the matters described in Note 1c to the financial statements "Going Concern", there is significant uncertainty whether the company and its controlled entities will be able to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report. The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessary should the company and/or the consolidated entity not continue as going concerns.

Ernst & Young

Ernst & Young

Mark Phelps
Partner
Brisbane

11 March 2009

Directors' declaration

The Directors of the Company declare that:

1. the financial statements and notes of the consolidated entity are in accordance with the Corporations Act 2001, including:

    a) give a true and fair view of the financial position as at 31 December 2008 and the performance for the half-year ended on that date of the consolidated entity; and
    b) complying with the Accounting Standard *AASB 134 Interim Financial Reporting* and the Corporations Regulations 2001.

2. In the Directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable; and

This declaration was made in accordance with a resolution of the board of Directors.

On behalf of the Directors

Mr. Geoffrey N. Checketts
Managing Director
Brisbane, 11 March 2009

Condensed consolidated income statement for the half-year ended 31 December 2008

	Note	Consolidated Half-year ended 31 Dec 2008 $	31 Dec 2007 $
Continuing operations			
Revenue	4	70,072	40,529
Administration expenses	6	(274,023)	(182,272)
Depreciation and amortisation		(71,440)	(70,192)
Employee benefit expenses		(150,853)	(184,431)
Finance costs	5	(22,630)	(106,295)
Impairment loss on property, plant and equipment		(686,262)	-
Loss before income tax expense		(1,135,136)	(502,661)
Income tax expense		-	-
Loss attributable to the members of the parent entity		(1,135,136)	(502,661)
Loss per share			
Basic (cents per share)	11	(1.85)	(2.09)
Diluted (cents per share)	11	(1.85)	(2.09)

Notes to the condensed consolidated financial statements are included on pages 14 to 19.

Condensed consolidated balance sheet as at 31 December 2008

	Note	Consolidated 31 Dec 2008 $	Consolidated 30 June 2008 $
Current assets			
Cash		946,401	2,293,890
Prepayments		36,019	-
Trade and other receivables		109,217	55,203
Total current assets		1,091,637	2,349,093
Non-current assets			
Property, plant and equipment		513,638	1,275,318
Exploration and evaluation expenditure	7	8,627,696	7,584,829
Receivables		392,441	391,118
Other		851	-
Total non-current assets		9,534,626	9,257,265
Total assets		10,626,263	11,606,358
Current liabilities			
Trade and other payables		279,276	171,273
Other financial liabilities		2,077,739	1,556,074
Provisions		17,484	13,000
Total current liabilities		2,374,499	1,740,347
Non-current liabilities			
Other financial liabilities		-	499,036
Provisions		140,000	140,000
Total non-current liabilities		140,000	639,036
Total liabilities		2,514,499	2,379,383
Net assets		8,111,764	9,226,975
Equity			
Issued capital	8	10,255,617	10,210,617
Reserves	9	251,811	276,886
Accumulated losses	10	(2,395,664)	(1,260,528)
Total equity		8,111,764	9,226,975

Notes to the condensed consolidated financial statements are included on pages 14 to 19.

Condensed consolidated Statement of Changes in Equity for the year ended 31 December 2008

Consolidated	Fully paid ordinary shares $	Accumulated losses $	Foreign Translation Reserve $	Share option Reserve $	Total $
Balance at 1July 2007	2,698,000	(408,628)	-	248,156	2,537,528
Loss for the half-year	-	(502,661)	-	-	(502,661)
Total recognised income and expense	-	(502,661)	-	-	(502,661)
Issue of shares	5,850,000	-	-	-	5,850,000
Share issue costs	(1,717,868)	-	-	-	(1,717,868)
Issue of options – equity based payment	-	-	-	16,182	16,182
Balance at 31 December 2007	6,830,132	(911,289)	-	264,338	6,183,181
Balance at 1 July 2008	10,210,617	(1,260,528)	-	276,886	9,226,975
Loss for the half-year	-	(1,135,136)	-	-	(1,135,136)
Foreign translation reserve	-	-	(25,075)	-	(25,075)
Total recognised income and expense	-	(1,135,136)	(25,075)	-	(1,160,211)
Issue of shares	45,000	-	-	-	45,000
Share issue costs	-	-	-	-	-
Option Reserve	-	-	-	-	-
Balance at 31 December 2008	10,255,617	(2,395,664)	(25,075)	276,886	8,111,764

Notes to the condensed consolidated financial statements are included on pages 14 to 19.

Condensed consolidated cash flow statement for the half-year ended 31 December 2008

	Note	Consolidated Half-year ended 31 Dec 2008 $	31 Dec 2007 $
Cash flows from operating activities			
Receipts from customers		13,363	-
Payments to suppliers and employees		(442,117)	(30,094)
Net cash provided by (used in) operating activities		(428,754)	(30,094)
Cash flows from investing activities			
Interest received		57,434	40,529
Payment for formation expenses		(851)	-
Payments for property, plant and equipment		(4,206)	-
Payments for exploration and evaluation costs		(873,443)	(106,994)
Payments for security deposits		(20,322)	-
Net cash provided by (used in) investing activities		(841,338)	(66,465)
Cash flows from financing activities			
Payments for loans and borrowings		(52,272)	-
Proceeds from issues of equity securities		-	5,100,000
Payment for share issue costs		-	(880,900)
Net cash provided (used in) financing activities		(52,272)	4,219,100
Net (decrease)/increase in cash and cash equivalents		(1,322,414)	4,122,541
Foreign Exchange Differences		(25,075)	-
Cash and cash equivalents at the beginning of the period		2,293,890	137,156
Cash and cash equivalents at the end of the period		946,401	4,259,697

Notes to the condensed consolidated financial statements are included on pages 14 to 19.

Notes to the financial statements for the half-year ended 31 December 2008

Notes to the condensed consolidated financial statements

1. Significant accounting policies

(a) Statement of compliance

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

(b) Basis of preparation

The condensed consolidated financial statements have been prepared on the basis of historical cost. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted. On 7 January 2009 Tasman Goldfields Limited and Golden Cross Resources Limited varied the amount and timing of the deferred settlement. The details of the variation are contained in note 14. The financial report does not include any adjustment for the variation in the deferred settlement.

(c) Going Concern

The half year financial report has been prepared on the basis that the consolidated entity is a going concern, which considers the realisation of assets and the settlement of liabilities in the normal course of business and the maintenance of the current business activities. As at 31 December 2008, the Company has a net current liabilities of $1,282,862, principally as a result of deferred consideration amounting to $2,077,739 payable in respect of Challenger Mines Ltd. As disclosed in Note 13, the Company has the option to settle a substantial portion of this liability through issuance of shares. Notwithstanding, if the consolidated entity maintains its current operational expenditure in excess of its required expenditure commitments it will have to consider entering into joint ventures, raising additional capital, securing finance, applying for variations to tenement expenditure exemptions commitments or realise its assets to maintain its current operations. The Company also has the option to settle portion of the deferred consideration liability through the issuance of shares. If the consolidated entity does take these actions to raise funds or reduce its commitment it can continue as a going concern in the short term by substantially reducing exploration expenditure until funding is available.

The Directors are of the opinion that the preparation of the half year report on a going concern basis is appropriate in the circumstances. However, if the consolidated entity enters into joint ventures, raise additional capital, secure finance, apply for expenditure exemptions or realise its assets there would be no significant uncertainty as to whether the consolidated entity could continue as a going concern. The half year financial report does not include the classification and recoverability of assets or the classifications and amounts of liabilities that would be necessary in the event that consolidated entity does not continue as a going concern.

(d) Summary of significant accounting policies

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the company's annual financial report for the financial year ended 30 June 2008.

(e) Principles of consolidation

The consolidated financial statements are those of the consolidated entity, comprising the financial statements of the parent entity and of all entities, which Tasman Goldfields Limited controlled from time to time during the year and at balance date.

Subsidiaries are all those entities controlled by the Company. Control exists where the parent entity has the capacity to govern the financial and operating policies of the subsidiary so as to obtain benefits from their activities.

All intercompany balances and transactions between entities in the economic entity, including any unrealised profits or losses, have been eliminated on consolidation. The financial information of the subsidiaries are prepared for the same reporting period as Tasman Goldfields Limited and using consistent accounting policies.

2. Business and geographical segments

Information on business segments

The Group currently operates in one segment being mineral exploration.

Information on geographical segments

The Group operations are based predominantly in Australia, New Zealand and Papua New Guinea and the primary reporting format for the group is geographic segments. The following table presents revenue and profit information for the geographic segments for the half year ended 31 December 2008 and half year ended 31 December 2007.

2. Business and geographical segments (continued)

Segment revenues

	Australia		New Zealand		Papua New Guinea		Total	
	2008	2007	2008	2007	2008	2007	2008	2007
	$	$	$	$	$	$	$	$
Revenue								
Revenue	69,920	40,529	152	-	-	-	70,072	40,529
Segment results	(1,004,042)	(265,638)	(109,040)	(237,023)	(22,054)	-	(1,135,136)	(502,661)
Unallocated expenses	-	-	-	-	-	-	-	-
Profit/(loss) before income tax and finance costs	(981,412)	(159,343)	(109,040)	(237,023)	(22,054)	-	(1,112,506)	(396,366)
Finance costs	(22,630)	(106,295)	-	-	-	-	(22,630)	(106,295)
Profit/(loss) before income tax	(1,004,042)	(265,638)	(109,040)	(237,023)	(22,054)	-	(1,135,136)	(502,661)

3. Dividends

There were no dividends paid or proposed during the current or previous financial year.

4. Revenue

	31 Dec 2008 $	31 Dec 2007 $
Interest income	57,434	40,529
Scrap Metal Sales	8,531	-
Rental Income	3,955	-
Other	152	-
	70,072	40,529

5. Financial costs

	31 Dec 2008 $	31 Dec 2007 $
Unwinding of discount on deferred consideration	22,630	106,295

6. Administrative expenses

	31 Dec 2008 $	31 Dec 2007 $
Travel expenses	13,616	18,197
Directors' fees	39,789	70,500
Foreign currency translation	-	19,099
Audit fees	35,244	21,005
Other	185,374	53,471
	274,023	182,272

7. Exploration and evaluation expenditure

	31 Dec 2008 $	30 June 2008 $
Gross carrying value:		
Balance at the beginning of the period	7,584,829	3,773,340
Acquisition through purchase of investments	70,000	2,896,014
Exploration expenditure incurred during the financial period	972,867	915.475
Total exploration and evaluation expenditure (1)	8,627,696	7,584,829

(1) The above amounts represent capitalised costs of exploration areas of interest carried forward as an asset. The ultimate recoupment of the exploration and evaluation expenditure in respect to the areas of interest carried forward is dependent upon the discovery of commercially viable reserves and the successful development and exploitation of the respective areas or alternatively the sale of the underlying areas of interest for at least their carrying value. Amortisation, in respect to each relevant area of interest is not charged to the income statement until a mining operation is commenced or when tenements are relinquished.

8. Issued capital

	No.	31 Dec 2008 $	No.	30 June 2008 $
Balance at the beginning of the financial period	60,973,335	10,210,617	21,553,334	2,698,000
Issue of shares at $0.25 per share in lieu of share issue costs	-	-	3,000,000	750,000
Issue of shares in initial public offering	-	-	20,400,000	5,100,000
Issue of shares at $0.25 per share to Golden Cross Resources Ltd	-	-	2,000,000	500,000
Issue of shares at $0.21 per share to Golden Pacific Resources Ltd	-	-	14,020,001	2,944,200
Issue of shares at $0.09 per share for Longwood Project	500,000	45,000		
Share issue costs	-	-	-	(1,781,583)
Balance at the end of the financial period	61,473,335	10,255,617	60,973,335	10,210,617

9. Reserves

	31 Dec 2008 $	30 June 2008 $
Share based payment – option reserve		
Balance at beginning of financial period	276,886	248,156
Issue of options pursuant to the executive option plan	-	28,730
Balance at the end of the financial period	276,886	276,886
Foreign Translation Reserve	(25,075)	-
	251,811	276,886

10. Accumulated losses

	31 Dec 2008 $	30 June 2008 $
Balance at beginning of financial period	(1,260,528)	(408,628)
Net loss for the period	(1,135,136)	(851,900)
Balance at the end of the financial period	(2,395,664)	(1,260,528)

11. Loss per share

	Half-year 31 Dec 2008 cents per share	Half-year 31 Dec 2007 cents per share
Basic loss cents per share:		
From continuing operations	(1.85)	(2.09)
Total basic loss per share	(1.85)	(2.09)

	Half-year 31 Dec 2008 cents per share	Half-year 31 Dec 2007 cents per share
Diluted loss cents per share:		
From continuing operations	(1.85)	(2.09)
Total diluted loss per share	(1.85)	(2.09)

11. Loss per share (continued)

The net loss and weighted average number of ordinary shares uses in the calculated of the basic loss per share and diluted loss per share are as follows:

	Half-year 31 Dec 2008 $	Half-year 31 Dec 2007 $
Net loss	(1,135,136)	(502,661)
Loss used in the calculation of the basic loss per share and diluted loss per share from operations	(1,135,136)	(502,661)

	Half-year 31 Dec 2008 Number	Half-year 31 Dec 2007 Number
Weighted average number of fully paid ordinary shares used for the purposes of calculating the loss per share and diluted loss per share	61,296,705	24,096,812

12. Commitments for expenditure

(i) Exploration commitments

The possibility of Native Title claim applications at some future time, under the provisions of the Native Title Act (1993), may affect access to and tenure of exploration tenements. Any substantial claim may have an effect on the value of the tenement affected by the claim. No provision has been made in the accounts for the possibility of a Native Title claim application.

In order to maintain current rights to tenure of exploration tenements, the Company will be required to outlay amounts in respect of tenement rent to the relevant governing authorities and to meet certain annual exploration expenditure commitments. It is likely that variations to the terms of the current and future tenement holdings, the granting of new tenements and changes at renewal or expiry, will change the expenditure commitments for the Company from time to time.

These outlays (exploration expenditure and rent) which arise in relation to granted tenements. The exploration commitments for payments under exploration permits and mineral leases in existence at the reporting date but not recognised as liabilities payable are as follows:

	31 Dec 2008 $	30 June 2008 $
Not longer than 1 year	793,500	1,018,500
Longer than 1 year and not longer than 5 years	504,600	729,500
Longer than 5 years	58,590	64;590
Total	1,356,690	1,812,590

(ii) Remuneration commitments

Commitments for payment of salaries under long term employment contracts in existance at reporting date but not recognised as a liability payable:

	31 Dec 2008 $	30 June 2008 $
Not longer than 1 year	112,500	247,500
Longer than 1 year and not longer than 5 years	-	-
Longer than 5 years	-	-
Total	112,500	247,500

13. Other Information

On 12 December 2008 Tasman Goldfields Limited entered into a share sale agreement to acquire through its subsidiary Golden Pacific Resources Limited the remaining 10.8% interest in Golden New Guinea Limited for the consideration of PNG Kina 77,000 through its subsidiary Golden Pacific Resources Limited. This acquisition is subject to the receipt of the necessary approvals from the Investment Promotions Authority and Bank of Papua New Guinea and these approvals are still outstanding.

14. Subsequent Events

On 7 January 2009 Tasman Goldfields Limited and Golden Cross Resources Limited announced a variation to the Company's deferred settlement obligations in relation to the acquisition of 100% of the issued capital of Challenger Mines Ltd with land and mining tenements owned by other parties.

The original agreement required the Company had an obligation to pay Golden Cross Resources Limited the consideration of $1.5 million on 7 January 2009 consisting of at least $200,000 in cash and the balance in Company shares. A further consideration of $600,000 was due on 7 January 2010 of which a minimum of $200,000 was to be paid in cash.

Under the terms of the variation, the Company paid Golden Cross Resources Limited on 9 January 2009 a total of $200,000 in cash and 13,000,000 Company shares at an issue price of 4.75 cents per share and paid 1.16 million shares at an issue price of 4.75 cents per share to Warrama Consulting. The Company is required to pay Golden Cross Resources Limited a further $95,000 on 14 July 2008 in cash or in shares at an issue price of 4.75 cents per share. The final tranche is now due on 21 January 2010 whereby the Company is required to pay Golden Cross Resources Limited a final total of $1.1 million of which a minimum of $200,000 will be payable in cash and the balance in newly issued Company shares at an issue price of at 5% discount to the 5 day volume weighted average share price at the time.