ABM RESOURCES NL
AND CONTROLLED ENTITIES

ABN 58 009 127 020

ANNUAL REPORT

YEAR ENDED 30 JUNE 2010

CORPORATE DIRECTORY

Directors	Dr Michael Etheridge (Chairman)	*Appointed 23 November 2009*
	Mr Darren Holden	*Appointed 23 November 2009*
	Mr Imants Kins	
	Dr Nicholas Archibald	*Appointed 23 November 2009*
	Mr Andrew Simpson	*Retired 23 November 2009*
	Mr Simon Rigby	*Retired 23 November 2009*

Secretary

Ms Jutta Zimmermann

Notice of Annual General Meeting

The annual general meeting of ABM Resources NL will be held at

BDO Audit (WA) Pty Ltd
38 Station Street
SUBIACO WA 6008

at 2:00 PM
on 30 November 2010

A formal notice of meeting will be distributed through the mail and available on the Company's website www.abmresources.com.au by 27 October 2010

Auditors

BDO Audit (WA) Pty Ltd
38 Station Street
SUBIACO WA 6008

Bankers

Commonwealth Bank of Australia
Head Office
150 St Georges Terrace
PERTH WA 6000

Share Registry

Security Transfer Registrars Pty Limited
770 Canning Highway
APPLECROSS WA 6153
Telephone: +61 8 9315 2333

Solicitors

Steinepreis Paganin
Level 4, Next Building
16 Milligan Street
PERTH WA 6000

Stock Exchange

Australian Securities Exchange Limited
ASX Code: ABU

Registered Office

Level 1, 141 Broadway
NEDLANDS WA 6009

Principle Office

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Telephone: +61 8 9423 9777
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CHAIRMAN'S REPORT

Dear Shareholder

The past year has been one of major change and substantial progress for your Company. Restructuring of the Company and the Board in November 2009 saw the then Executive Chairman, Imants Kins hand over to the current Non-Executive Chairman, Dr Mike Etheridge. Imants, who has remained on the ABM Board, and Mike separately recount below the key changes, outcomes and achievements of the Company during their respective tenures.

From Imants Kins, Chairman to 23 November 2009

In the previous annual report I stated that the Board had embarked on a major restructuring of the Company. The objective was to create an exciting new integrated platform of change and development incorporating board, management, strategy and funding from which shareholder value could be increased and sustained. Shareholders at the Annual General Meeting overwhelmingly supported the re structuring that has seen the Company turn its complete focus on gold and gold /copper in the Tanami- Arunta region in the Northern Territory. Two acquisitions have been made during the year to provide the Company with world class exploration assets. The restructuring and transition was effected seamlessly and with great support from the previous Board and I would like to thank the other members of that previous Board, Andrew Simpson and Simon Rigby, for their excellent and selfless work that was solely concerned about driving future shareholder value.

Since the Annual General meeting in November 2009 the new Board led by Chairman Dr Mike Etheridge and new Managing Director, Darren Holden, has taken the Company forward and shareholder value has since been on a rising trend.

From Mike Etheridge, Chairman from 23 November 2009 to 30 June 2010

Following shareholder approval on 23 November 2009 of the financial restructuring of the Company, of its acquisition of the entire Northern Territory ("NT") exploration portfolio (totalling about 25,000km^2) of Tanami Exploration NL ("TAM"), of the financing and share issues to accomplish that transaction and provide working capital, and of the appointment of three new directors (Mike Etheridge, Nick Archibald and the Managing Director, Darren Holden), the Company has built very successfully on the foundation laid by the previous Board and management.

The key outcomes have been as follows.

- Finalisation of the transaction to acquire the entire NT exploration tenement portfolio of TAM. This cash and share transaction resulted in TAM becoming ABM's largest shareholder (21.5%).
- ABM / TAM agreed to jointly bid for a suite of mining, infrastructure and exploration assets in the Tanami-Arunta region of the NT that was the subject of a sale process undertaken by Newmont Asia Pacific Ltd ("Newmont"). ABM and TAM were informed on 28 January 2010 that their joint bid had been successful, subject to approval by the board of Newmont Ltd. The Newmont board approval was subsequently received by the Company on 03 March 2010. Under the joint bid, ABM agreed to pay $10.775M in cash to acquire about 6,000km^2 of exploration tenements in the Tanami-Arunta region, including a number of advanced projects with positive drill results from previous owners.
- The Company then embarked on a financing to raise the funds for the cash purchase and further working capital for aggressive exploration of its extensive suite of projects and targets. The issue of shares for this financing was approved at a General Meeting of Shareholders on 24 March 2010, and the Newmont transaction was completed on 31 March 2010. The financing remained open until 24 June 2010, by which time $17.9M had been raised.

CHAIRMAN'S REPORT

- An exploration team was appointed during Q1 2010 and, following preliminary review of the databases acquired from TAM and Newmont, drilling commenced in April 2010 at the Sabre prospect in the Stafford Gold Zone project. Although one of the holes at the Sabre prospect returned the best intersection to date at the project, it was decided to move the drill rig to the Twin Bonanza project in the western Tanami, where ABM's review of the Newmont data had accorded top priority to the Buccaneer and Old Pirate prospects. Drilling commenced at Twin Bonanza just prior to year end.

Since year-end, the Company has continued to aggressively drill the Buccaneer and Old Pirate prospects, and has released a number of positive drill results from both prospects. At the time of this report, 16 holes to depths between 200m and 350m have been completed in two phases of drilling at Old Pirate. The first phase of five deep vertical holes returned a number of spectacular high-grade gold intersections, and assays from the second phase are awaited. The first phase of nine deep (350-400m) RC holes at the bulk-tonnage, low-grade Buccaneer prospect have returned wide (200m to >300m) intersections at grades from 0.4g/t to 1.0g/t, with some narrower, higher grade intersections. Drilling of the second phase of about ten holes at Buccaneer is underway at the time of writing.

To achieve this amount of success and pace of progress everybody involved has to operate with great skill and at full capacity. On your behalf, I would like to acknowledge the contributions of 1) the previous Board of ABM who laid the groundwork for the acquisition of the TAM assets; 2) the core management team of Jutta Zimmermann and Imants Kins from the "old" ABM who have stayed on, and who have been crucial to enabling the smooth and rapid transition in the Company's business; 3) the new management and staff, both exploration and office support, who have been fundamental to getting an aggressive and successful drilling program underway in very short order; 4) the Company's various advisors and supporters who have enabled us to raise over $24M during the year, without which we would not have been able to complete the acquisitions and hit the ground running with such an aggressive drill program; and 5) my fellow Directors, who have brought skill, commitment and energy to what has been a very busy period.

It has been an exciting and successful year, and 2010-11 has started very well. We look forward to continuing to bring positive results from the Company's aggressive drilling campaign, and to creating value for our shareholders.

IMANTS KINS **MIKE ETHERIDGE**

MANAGING DIRECTOR'S REPORT
REVIEW OF OPERATIONS

STRATEGIC OBJECTIVES

During the year, the Board reviewed its strategic plan and risk management plan, both of which are subject to continuous assessment. Key Strategic objectives and milestones for the 2010/2011 year include:

- Aggressive exploration in the Tanami and Arunta regions of the Northern Territory.
- Divestment of non-core assets.
- Grow shareholder value through discovery.
- Continue to test multiple targets from advanced projects to grass-roots exploration.
- Maintain and grow relationships with the remote communities of the Tanami and Arunta regions via the Central Land Council.

ABM is a mineral exploration company focused on gold and gold-copper discovery in the Tanami and Arunta regions of the Northern Territory, Australia. The Company has an aggressive exploration approach and aims to bring multiple discoveries to resource stage as soon as possible.

The Company's key specific achievements in 2009/2010 have been:

- Restructured and recapitalised with private equity partner Ochre Holdings Pty Ltd.
- Board and Management changes.
- Building of a highly motivated and focused exploration team.
- Change of Company focus from Base Metals to Precious Metals.
- Completed acquisition of prospective Northern Territory Tenements of Tanami Gold NL and Newmont Asia Pacific.
- Commencement of exploration in the Northern Territory.
- High grade lode gold discoveries at the Old Pirate Prospect.
- Potential bulk tonnage intrusive related gold discovery at the Buccaneer Prospect.
- Divestment of non-core assets.

PROJECT PORTFOLIO

Project	Commodity	Location	Status
Tanami / Arunta	Gold and Gold-Copper	Northern Territory	Exploration focus
Erayinia	Zinc / Lead / Gold / Uranium	Western Australia	Divestment project
Gascoyne	Zinc / Lead / Copper	Western Australia	Divested post 30 June 2010
Harbutt Range	Copper	Western Australia	Surrendered post 30 June 2010
Mimosa	Gold	Mozambique	Divestment Project

MANAGING DIRECTOR'S REPORT
REVIEW OF OPERATIONS

MANAGING DIRECTOR'S REPORT
REVIEW OF OPERATIONS

AUSTRALIA

NORTHERN TERRITORY

Background

On 23 November 2009 ABM shareholders approved the acquisition of exploration licenses and exploration license applications covering an area in excess of 25,000 square kilometres of the Tanami and Arunta regions from Tanami Exploration NL. This transaction was completed on 18 December 2009.

Furthermore, on 30 March 2010 ABM was successful in further consolidating its tenure in the Tanami and Arunta regions of the Northern Territory with an acquisition of over 6000 square kilometres of exploration licenses from Newmont Asia Pacific increasing its regional consolidated land-position to over 31,000 square kilometres which makes ABM one of the largest junior-gold exploration license holders in Australia.

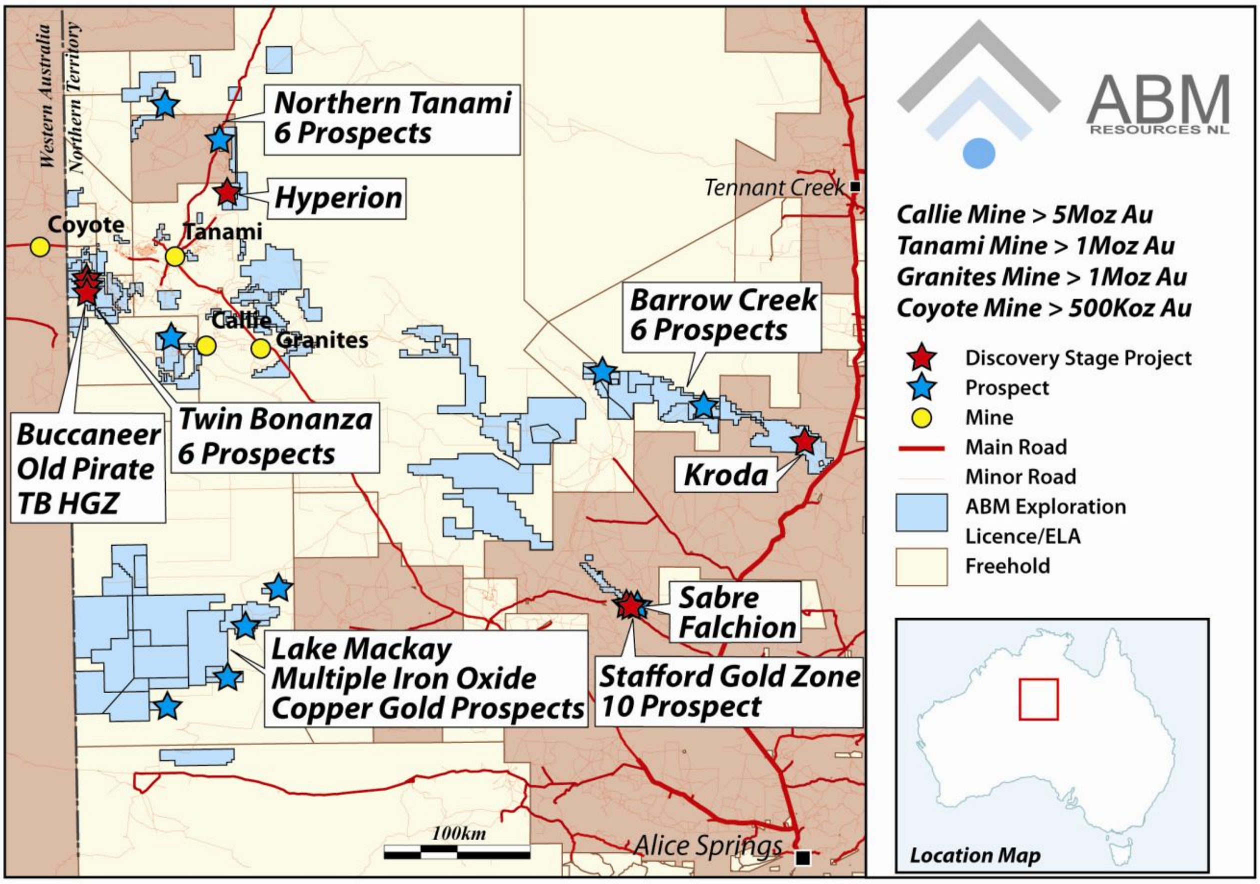

Figure 1. ABM Project Location Map Northern Territory

MANAGING DIRECTOR'S REPORT
REVIEW OF OPERATIONS

Northern Territory Exploration

Highlights

- ***High Grade Gold discoveries at the Old Pirate Prospect at Twin Bonanza.***
- ***Potential bulk tonnage type gold discovery at the Buccaneer Prospect at Twin Bonanza.***
- ***Integration of regional databases and prioritisation of eight discoveries.***
- ***Regional interrogation of data to form a basis for 2011 / 2012 targets.***
- ***Joint funding of a new gravity survey conducted by the Northern Territory Geological Survey.***

Exploration up to mid September 2010

ABM commenced gold exploration in the Tanami and Arunta regions in April 2010. By mid-September the Company had aggressively explored 6 different targets. The Twin Bonanza Project with the potential bulk-tonnage Buccaneer Porphyry Gold Prospect and the high grade Old Pirate Prospect is the Company's leading discovery. The Company continues to aggressively explore these prospects and is aiming for first JORC compliant resources in late 2010 or early 2011.

Exploration Results to date

Stafford Gold Zone

The Stafford Gold Zone is located in the Reynolds Range Project area approximately 96km NNE of Alice Springs.

Hole ID	Prospect	Easting (m)	Northing (m)	Azimuth / Inclination (degrees)	Depth (m) RC / Diamond tail	Total Drilled (metres)	Comments / results
ASRC10001	Assegai	266668	7547309	230 / -60	298 / -	298	Broad low level anomalism 10 to 50 ppb gold. Peak gold grade 0.23g/t Au (87-88m)
SBRCD100002	Sabre	265067	7549044	220/ -60	57 / 208	208	35m @ 2.02g/t Au from surface including 2m @ 18.15g/t Au (from 20m)
SBRCD100003	Sabre	265067	7549044	220/ -60	66 / 280	278	12m @ 1.2g/t Au (from 36m) including 1m @ 3.71g/t Au (from 39m)
FLRCD100004	Falchion	263716	7549732	220/ -60	22 / 274	274	Broad low level anomalism 10 to 100ppb gold. 3m @ 1.23g/t Au (from 96m)
FLDH100005	Falchion	263489	7549724	220/ -60	- / 331	331	Broad low level anomalism 10 to 1000ppb. Peak gold grade 2.04g/t Au (78-80m)
YGRC100006	Yataghan	258223	7555203	220/ -60	295 / -	295	Broad low level anomalism 10 to 50ppb gold. 3m @ 0.81g/t Au (from 204m)
SBRC100007	Sabre	264990	7549178	220/ -60	280 / -	280	Broad low level anomalism 10 to 50ppb gold. 3m @ 1.35g/t Au (from 68m) including 1m @ 3.43g/t (from 69m)
SBRC100008	Sabre	265045	7549247	220/ -60	292 / -	292	7m @ 2.60g/t Au (from 100m) including 1m @ 7.07g/t Au (from 103m)

All samples prepared by ALS Chemex in Alice Springs and sent to ALS Chemex in Perth for Fire Assay. Standards, duplicates and blanks inserted into sample stream to monitor laboratory performance. Refer to previous releases for map location of drill holes. Drill hole intercepts calculated using 0.5g/t Au cut-off and 1.0g/t Au cut-off.

ABM Resources completed an initial eight-hole program for 2346 metres of drilling at the Stafford Gold Zone and tested 4 individual targets. The best results were returned from the Sabre Prospect where the Company intersected 35 metres grading 2.02g/t gold including 17 metres grading 3.93g/t gold and 2 metres grading 18.15g/t gold. In addition, the Company conducted regional reconnaissance work and collected high grade copper (up to 20.3% copper) and silver (up to 271g/t silver) samples at the Reward prospect.

Twin Bonanza Project

Old Pirate

Old Pirate consists of a 3 kilometre long gold anomaly associated with quartz veins hosted by sedimentary rocks. The Old Pirate Central and South areas consist of a 600 metre by 250 metre area where more than 20 individual gold bearing veins have been mapped.

- Initial results from the Old Pirate Prospect are very encouraging (Figure 3) including:
  - 35 metres grading 6.35g/t gold including 8 metres grading 21.78g/t gold.
  - 5 metres grading 274g/t gold including 1 metre grading 1360g/t gold (Figure 2).

Figure 2: Trail of coarse gold in pan concentrate from hole OPRC100005 at Old Pirate.

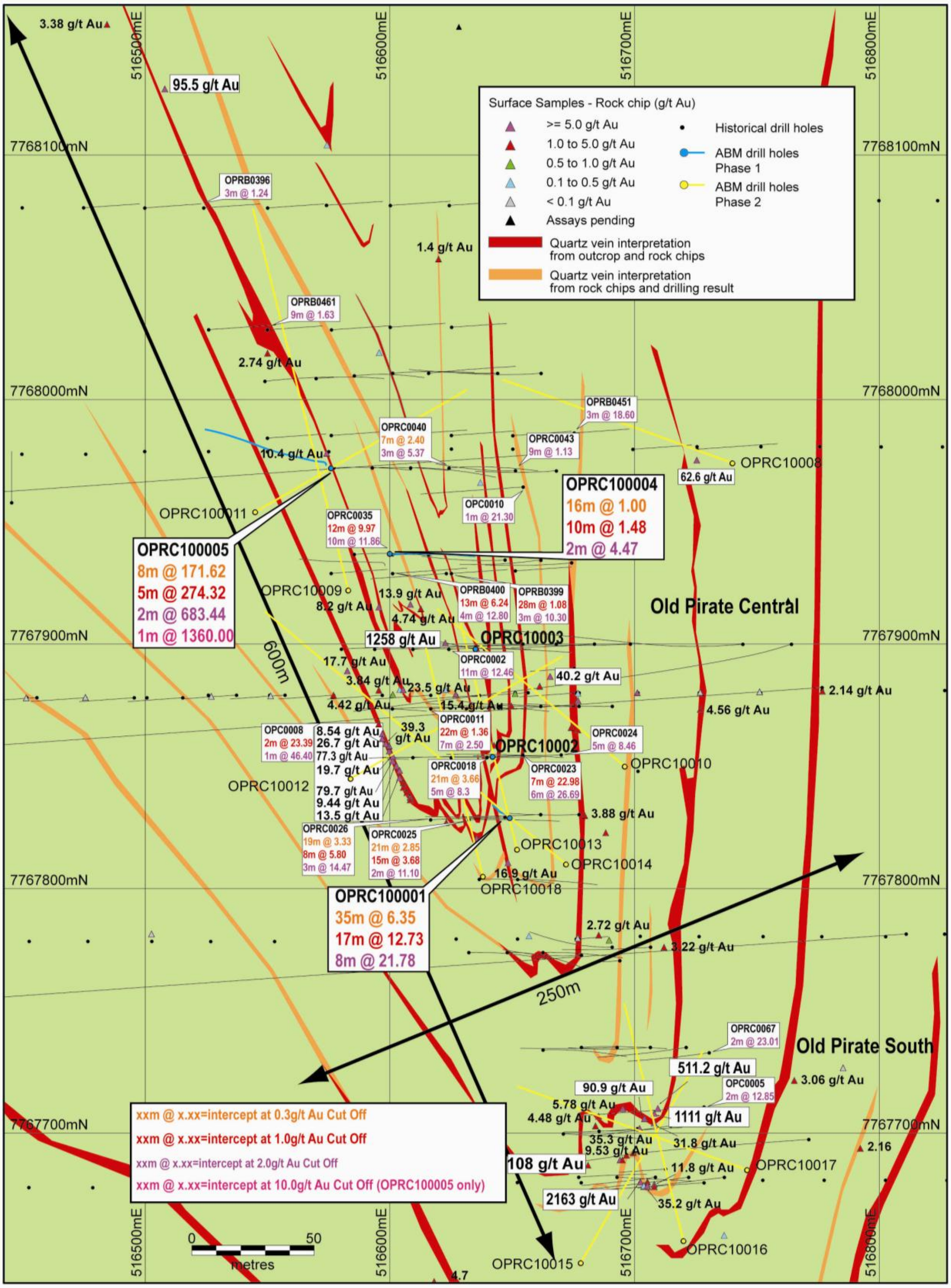

Figure 3. Map showing select historic and ABM drill holes at Old Pirate, mapped veins and rock-chip samples.

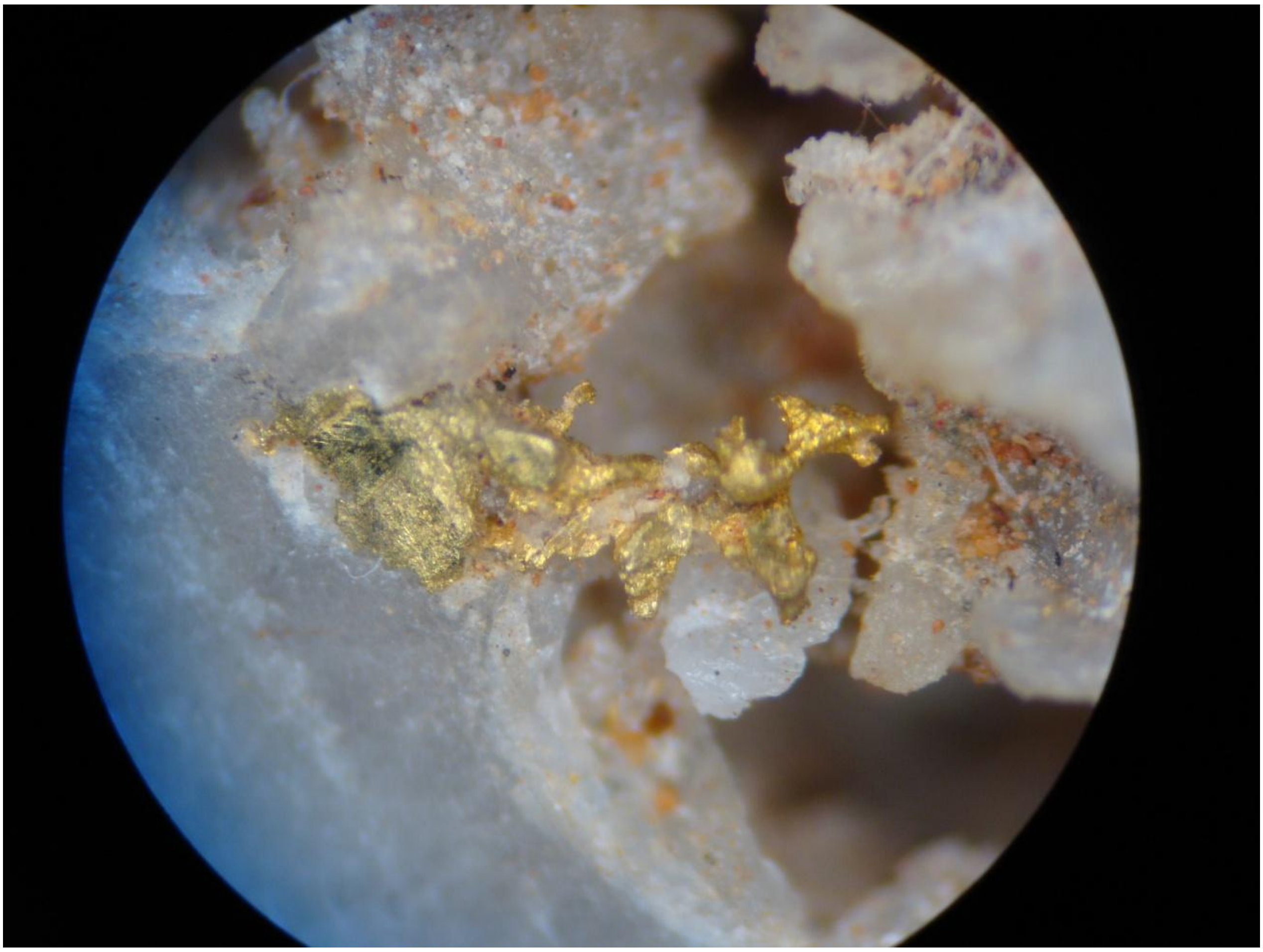

Figure 4. Gold in quartz vein from Old Pirate South (approx 3mm).

Drill Hole Location Details MGA94Zone52–OPRC100001 to 5.

Hole ID	Prospect	Easting (m)	Northing (m)	Elevation above sea level	Inclination (degrees)	Azimuth (degrees)	Reverse Circulation Depth (m)
OPRC100001	Old Pirate	516649	7767829	459	90	-	349
OPRC100002	Old Pirate	516638	7767859	454	90	-	355
OPRC100003	Old Pirate	516640	7767898	455	85	270	301
OPRC100004	Old Pirate	516598	7767932	451	85	270	301
OPRC100005	Old Pirate	516574	7767973	456	85	270	409

MANAGING DIRECTOR'S REPORT
REVIEW OF OPERATIONS

Significant intercepts from Holes OPRC100001, 2, 3, 4 and 5.

Hole ID	Depth From (m)	Depth To (m)	Interval (m)	Au (g/t)	Gram metres {g/t x (m)}
OPRC100001	22	57	35	6.35	222.21
*Including**	22	39	17	12.73	216.4
*Including***	23	30	7	21.78	152.48
OPRC100001	109	110	1	4.43	4.43
OPRC100001	117	118	1	2.98	2.98
OPRC100002	5	17	12	0.92	11.08
*Including**	6	12	6	1.46	8.78
*Including***	6	7	1	2.38	2.38
OPRC100002	36	52	16	0.45	7.16
*Including**	51	52	1	1.23	1.23
*Including***	42	43	1	2.23	2.23
OPRC100002	63	73	10	0.33	3.29
*Including**	68	69	1	1.31	1.31
OPRC100002	191	195	4	2.04	8.15
*Including***	193	194	1	6.76	6.76
OPRC100003	30	53	23	0.39	8.98
*Including**	30	31	1	1.1	1.1
*Including**	40	41	1	1.53	1.53
*Including**	50	51	1	1.52	1.52
OPRC100003	158	169	11	0.42	4.65
*Including**	158	161	3	1.02	3.06
OPRC100003	187	188	1	1.53	1.53
OPRC100003	266	269	3	0.68	2.03
Including*	267	268	1	1.09	1.09
OPRC100004	4	6	2	1.76	3.51
Including**	4	5	1	2.79	2.79
OPRC100004	21	37	16	1	15.92
Including*	23	33	10	1.46	14.63
Including**	23	24	1	3.69	3.69
Including**	26	28	2	4.47	8.94
OPRC100004	43	68	25	0.68	17.08
Including*	49	59	10	1.3	12.98
Including**	43	44	1	2.06	2.06
Including**	49	50	1	5.83	5.83
Including**	55	56	1	2.16	2.16

Hole ID	Depth From (m)	Depth To (m)	Interval (m)	Au (g/t)	Gram metres {g/t x (m)}
Including**	58	59	1	2.59	2.59
OPRC100004	76	85	9	0.71	6.4
Including**	78	79	1	4.89	4.89
OPRC100004	165	166	1	1.39	1.39
OPRC100005	61	69	8	171.62	1372.99
Including*	61	66	5	274.32	1371.62
Including*	62	64	2	683.44	1366.88
OPRC100005	23	24	1	1.16	1.16
OPRC100005	75	79	4	0.58	2.32
Including*	75	76	1	1.48	1.48
OPRC100005	267	278	11	0.44	4.79
Including**	277	278	1	3	3
OPRC100005	294	298	4	0.68	2.72
OPRC100005	317	328	11	0.94	10.39
Including*	318	322	4	1.74	6.97
Including**	319	320	1	2.38	2.38
Including**	321	322	1	2.45	2.45
OPRC100005	392	400	8	1.54	12.34
Including*	392	394	2	5.9	11.79

Intersections calculated using 0.3g/t Au cut-off and maximum 8 metres internal dilution except where indicated (*) where intersection calculated using 1.0g/t Au cut-off and 2metres internal dilution and (**) calculated using a 2g/t Au cut-off. All assays based on 1m composites of Reverse Circulation drill-chips and prepared at ALS Chemex Laboratory in Alice Springs, NT and sent to ALS Chemex in Perth for Au 30g FA ICP-AES Finish. Samples >10g/t re-assayed using 30g Fire Assay AA finish and sample >100g/t reassayed using Fire Assay / Overlimit dilution method. Standards and blanks inserted in to the sample stream to monitor laboratory performance.

Buccaneer Porphyry Prospect at Twin Bonanza

Phase 1 at the Buccaneer Porphyry Prospect has involved the drilling of 9 deep holes (~300 to 400 metres) to test the extents and grade continuity of the central part of the Buccaneer Porphyry Prospect. Results have been received for the first five holes where all holes intersected wide zones of mineralisation of typical bulk tonnage grades. Plan View (Figure 5), drill hole location and drill results can be found below.

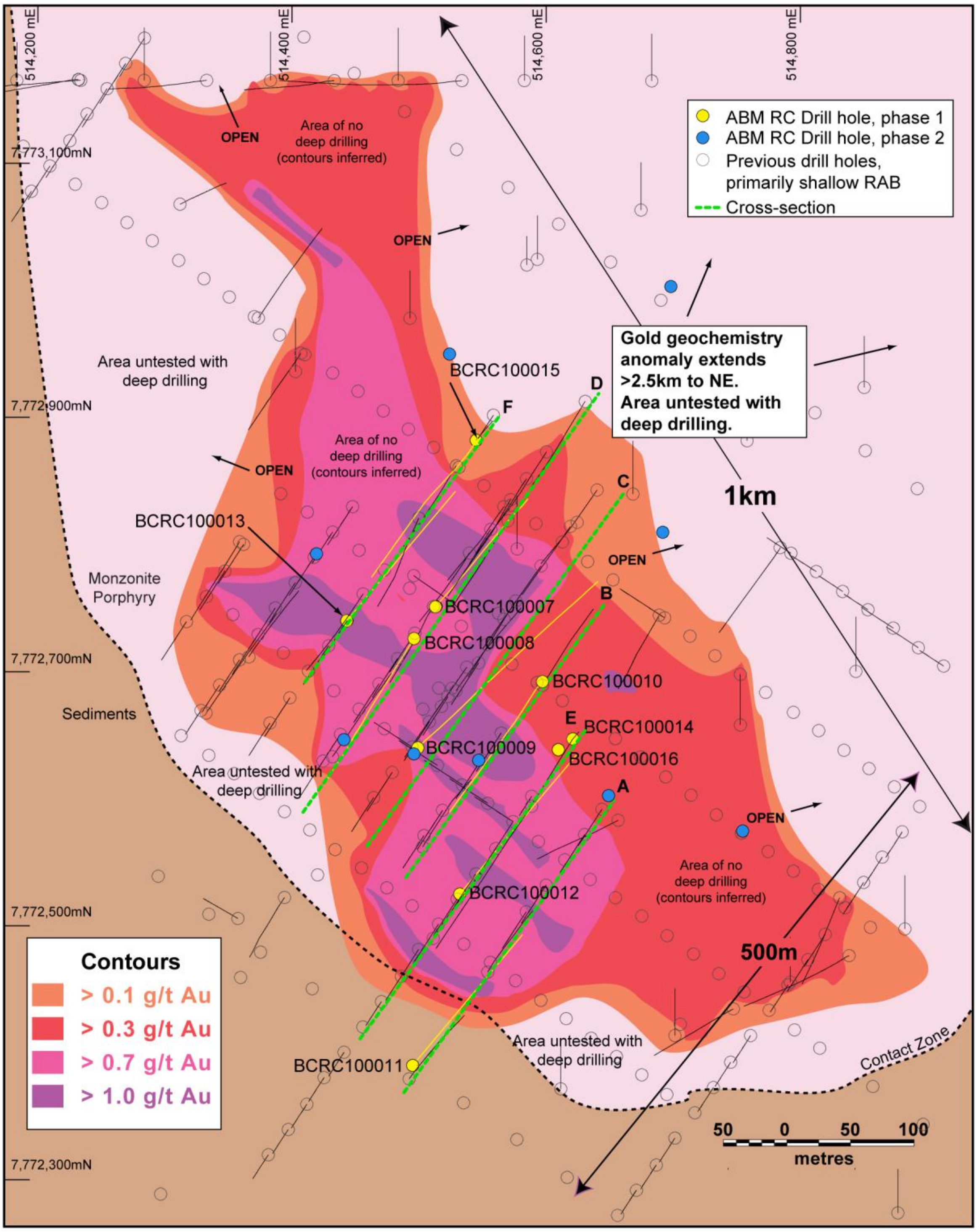

Figure 5. New plan view of Southern portion of the Buccaneer Porphyry Prospect showing drill hole locations and geology. Map includes inferred composite contour at various grade cut-offs from drilling projected from various levels to surface i.e. does not represent single level plan-slice.

Drill hole location details in MGA94 Zone 52.

Hole ID	Prospect	Easting (m)	Northing (m)	Elevation above sea level	Inclination (degrees)	Azimuth (degrees)	Reverse Circulation Depth (metres)
BCRC100007	Buccaneer	514513	7772751	438	-70	40	309
BCRC100008	Buccaneer	514496	7772726	424	-70	212	398
BCRC100009	Buccaneer	514499	7772640	434	-60	45	398
BCRC100010	Buccaneer	514597	7772692	420	-60	220	384
BCRC100011	Buccaneer	514495	7772390	430	-70	40	393
BCRC100012	Buccaneer	514533	7772527	427	-70	40	418
BCRC100013	Buccaneer	514444	7772746	435	-70	40	389
BCRC100014	Buccaneer	514624	7772650	433	-70	40	22
BCRC100015	Buccaneer	514544	7772885	433	-70	220	400
BCRC100016	Buccaneer	514608	7772640	434	-70	40	400

Drill results from BCRC100007 to BCRC100015.

Hole ID	Depth From (m)	Depth To (m)	Interval (m)	Au (g/t)	Gram metres {g/t x (m)}
BCRC100007	10	18	8	0.22	2
including	11	13	2	0.47	1
BCRC100007	64	251	187	0.54	101
including*	64	184	120	0.78	94
including**	73	112	39	1.03	40
including**	123	144	21	1.31	28
including***	85	90	5	4.14	21
including***	96	98	2	2.13	4
including***	123	125	2	2.19	4
BCRC100008	11	308	297	0.45	134
including*	13	44	31	0.52	16
including*	81	138	57	0.55	31
including*	157	280	123	1.04	128
including**	81	96	15	1.04	16
including**	203	251	48	1.28	61
including***	23	24	1	8.42	8
including***	81	89	8	1.38	11
including***	228	243	15	2.92	44
BCRC100008	337	377	40	0.15	6
including***	356	357	1	2.61	3
BCRC100009	15	399	384	0.21	81

Hole ID	Depth From (m)	Depth To (m)	Interval (m)	Au (g/t)	Gram metres {g/t x (m)}
including*	15	73	58	0.36	21
including*	95	124	29	0.41	12
including*	163	207	44	0.41	18
including*	344	367	23	0.32	7
including*	393	399	6	0.35	2
including**	40	52	12	0.76	9
including**	104	106	2	0.94	2
including**	163	167	4	0.75	3
including***	48	52	4	1.3	5
BCRC100010	10	281	271	0.54	146
including*	55	208	153	0.85	130
including**	60	140	80	1.17	94
including**	176	202	26	1.18	31
including***	60	64	4	1.51	6
including***	87	134	47	1.71	80
including***	176	193	17	1.66	28
BCRC100011	8	28	20	0.24	5
including *	16	19	3	0.87	3
including ***	18	19	1	1.6	2
BCRC100011	75	384	309	0.26	80
including *	81	97	16	0.5	8
including *	152	156	4	0.55	2
including *	177	384	207	0.3	62
including**	213	228	15	1.09	16
including**	344	367	23	0.71	16
including ***	93	97	4	1.05	4
including ***	213	218	5	1.34	7
including ***	225	227	2	2.93	6
including ***	344	352	8	1.44	12
BCRC100012	17	381	364	0.30	110.83
including*	51	153	102	0.65	66.09
including*	236	293	57	0.42	23.84
including*+	51	130	79	0.76	60.01
including*+	255	293	38	0.57	21.66
including*+	329	338	9	0.41	3.70
including**	84	113	29	1.49	43.14

Hole ID	Depth From (m)	Depth To (m)	Interval (m)	Au (g/t)	Gram metres {g/t x (m)}
including**	125	128	3	1.10	3.30
including**	260	281	21	0.87	18.22
including***	51	53	2	2.11	4.22
including***	84	92	8	1.59	12.68
including***	97	103	6	3.64	21.86
including***	125	128	3	1.10	3.30
BCRC100013	10	373	363	0.59	212.69
including *+	48	250	202	1.00	201.11
including *	48	58	10	3.18	31.84
including *	78	250	172	0.97	166.58
including **	78	115	37	0.75	27.90
including **	148	187	39	2.24	87.49
including **	211	214	3	7.28	21.83
including **	229	249	20	0.73	14.55
including***	78	87	9	1.44	12.95
including***	107	112	5	1.06	5.29
including***	148	150	2	8.75	17.50
including***	172	186	14	4.11	57.52
including***	229	232	3	1.89	5.68
BCRC100015	78	307	229	0.37	84.03
including*+	155	298	143	0.51	72.30
including*	109	119	10	0.44	4.36
including*	155	181	26	1.11	28.74
including*	212	298	86	0.47	40.15
including**	155	172	17	1.50	25.56
including**	212	215	3	2.00	6.01
including**	241	246	5	1.90	9.50
including**	261	263	2	1.67	3.33
including**	272	285	13	0.89	11.51
including***	162	170	8	1.83	14.62
including***	213	215	2	2.59	5.18
including***	261	263	2	1.67	3.33
including***	277	281	4	1.74	6.95

Intercept calculated using 0.1g/t Au cut-off, minimum 2 metre width and maximum 20 metres internal dilution except where indicated with (*) where intercept calculated at 0.3g/t Au cut-off and maximum 15 metres internal dilution or (**) where intercept calculated at 0.7g/t Au cut-off and 10 metres internal dilution or (***) where intercept calculated using 1.0g/t cut-off and 5 metres internal dilution. All assays based on 1 metre composite of samples from Reverse Circulation Drilling. All assays processed by ALS Chemex in Alice Springs and Perth with Fire Assay using a 30g charge. Standards and blanks inserted into the sample stream to monitor laboratory performance.

MANAGING DIRECTOR'S REPORT
REVIEW OF OPERATIONS

PLANNED EXPLORATION ACTIVITIES 2010/2011

During 2010/2011 ABM intends to:

- Continue aggressive exploration at the Twin Bonanza project including defining the exploration target ranges and first resource at the Old Pirate and Buccaneer Prospects.
- Target and drill 10 to 20 other regional prospects including:
  - Hyperion Gold Prospect in the Tanami Project area.
  - Kroda Gold Prospect in the Barrow Creek Project area.
  - Tekapo Gold-Copper Prospect in the Lake Mackay Project Area.
- Continue regional geological analysis and structural targeting.

ABM Asset Summary. Note – readers are referred back to previous announcements for full reporting of exploration results on a particular prospect or project.

Discovery Stage Projects – Several mineralised intercepts confirmed continuous over strike length with at least one sub-project pending drilling to define extents or first resource.

Sub-Project	Target Style	Infrastructure / Access	Extents	Best Intersections / potential	2010 Proposed and completed Activity	Refer ASX Announce-ment Date For Further Details
Twin Bonanza Gold Project						
Buccaneer	Porphyry Related gold.	22km south of Tanami Road. All weather tracks. 60km from Coyote Mill.	3km by 1.5km extents.	363m @ 0.59g/t gold incl. 202m @ 1.00g/t gold. 271 m @ 0.54g/t Au incl. 153m @ 0.85g/t Au incl. 80m @ 1.17g/t Au incl. 47m @ 1.71g/t Au. 363m @ 0.59g/t Au incl. 202m @ 1.00g/t Au incl. 39m @ 2.24g/t Au	Drill from surface to depths of 300m to 400m. Define extents. Phase 1 complete, currently at phase 2. Q3&4 2010	19/08/2010, 01/02/2010 , 03/03/2010, 15/06/2010 19/08/2010, 31/08/2010 & 14/09/2010
Old Pirate	High Grade Sedimentary hosted veins.	25km south of Tanami Road. All weather tracks. 60km from Coyote Mill.	Extendable over 3km of Anomalies largely untested to the North and South of Central Old Pirate area.	35 metres grading 6.35g/t gold including 8 metres grading 21.78g/t gold. 5 metres grading 274g/t gold including 1m 1360g/t gold.	Phase 2 Drilled 12 holes to depths of up to 200 metres to target Far North, South and Central Old Pirate. Q3 2010 Phase 1 Drilled 5 holes to depths of up to 400m. Extend along strike. Q2&3 2010	31/08/2010, 27/07/2010, 12/07/2010, 02/02/2010, 03/03/2010, 15/06/2010, 08/07/2010, 12/07/2010, 27/07/2010 & 31/08/2010

MANAGING DIRECTOR'S REPORT
REVIEW OF OPERATIONS

Sub-Project	Target Style	Infrastructure / Access	Extents	Best Intersections / potential	2010 Proposed and completed Activity	Refer ASX Announce-ment Date For Further Details
TB HG Contact Zone	High Grade Hornfels Zone.	18km south of Tanami Road. All weather tracks. 42km from Coyote Mill.	500m of anomalism extending along contact.	1 hole to date 7m @ 34.7g/t Au. 1m @ 235g/t Au. ABM tested with 1 hole. Hole failed to intersect key contact between sediments and intrusion.	Drill test up and down dip and along strike. Q2 2010	03/03/2010
Twin Bonanza Companion Projects – Cypres; Marauder, Casa Anomaly 19, Mavericks	Various.	18 to 25km south of Tanami Road. 18 to 45km from Coyote Mill.	Combined anomalism over 8 sq km. Largely untested by drilling.	-	Reconnaissance and if successful test multiple targets.	03/03/2010
Northern Tanami Gold Project						
Hyperion Central	High Grade Sedimentary hosted veins.	18km NNE of Groundrush Mine. All weather roads.	500m x 100m drilled zone in overall 2km of anomalies. Open at depth (drilled to 60 to 100m so far).	60m @ 2.57g/t Au ending in mineralisation inc. 21m @ 4.57g/t Au ending in mineralisation.	Test depth extensions and along strike. Define extents and possible first resource. Q4 2010	09/03/2010
Hyperion South	High grade Sedimentary hosted veins.	18km NNE of Groundrush Mine. All weather roads	120m strike length open	28m @ 5.07g/t Au inc. 13m @ 10.41g/t Au.	Test depth extensions and along strike. Q4 2010	09/03/2010
Hyperion Jasper Hill	High grade Sedimentary hosted veins.	18km NNE of Groundrush Mine. All weather roads.	120m strike length open	25m @ 1.05g/t Au inc. 16m @ 1.30g/t Au.	Test depth extensions and along strike. Q4 2010	09/03/2010
Hyperion Companion Projects – Hyp West; Grange, Old Soldier	High grade Sedimentary hosted veins.	18km NNE of Groundrush Mine. All weather roads.	Multiple targets >6 sq km of anomalism.	3m @ 8.53g/t Au, 3m @ 6.42g/t Au.	Reconnaissance and if successful test multiple targets.	09/03/2010
Kroda Gold Project						
Kroda 3	High grade Sedimentary hosted veins.	18km from Stuart Highway (near Barrow Creek).	540m by 300m anomalous zone defined by shallow drilling.	27m @ 6.42g/t Au inc. 6m @ 25.9g/t Au ending in mineralisation 37m @ 2.75g/t Au, inc. 15m @ 5.85g/t Au.	Reconnaissance. Q4 2010. Test depth extensions and along strike. Drill. Q1 2011	16/03/2010 & 17/03/2010
Kroda Companion Projects 1, 2, 4	High grade Sedimentary hosted veins.	18km from Stuart Highway (near Barrow Creek).	More than 14km of combined strike length of anomalism defined with shallow drilling / reconnai-ssance	9m @ 2.39g/t Au, 6m @ 3.32g/t Au.	Reconnaissance and if successful test multiple targets.	16/03/2010 & 17/03/2010

MANAGING DIRECTOR'S REPORT
REVIEW OF OPERATIONS

Sub-Project	Target Style	Infrastructure / Access	Extents	Best Intersections / potential	2010 Proposed and completed Activity	Refer ASX Announce-ment Date For Further Details
Stafford Gold Zone						
Sabre	High grade Sedimentary hosted veins.	200km NW of Alice Springs, 70km from Tanami Road via tracks from Yuendumu.	600m by 240m drilled zone.	35m @ 2.02g/t Au including 17 m @ 3.93g/t Au including 2m @ 18.15g/t Au.	Deep drill test completed Q2.	18/01/2010, 24/05/2010, 15/06/2010 & 07/07/2010
Falchion	High grade Sediment hosted veins.	200km NW of Alice Springs, 70km from Tanami Road via tracks from Yuendumu.	400m x 270m drilled zone.	29m @ 2.32g/t Au, inc 12m @ 3.76g/t Au. 32m @ 1.84g/t Au, inc 16m @ 3.67g/t Au.	Deep drill test completed Q2.	18/01/2010 & 07/07/2010
Stafford Gold Zone Companion Projects – Yataghan, Yataghan South, Assegai, Claymore	High grade Sediment hosted veins.	200km NW of Alice Springs, 70km from Tanami Road via tracks from Yuendumu.	20 kilometres of anomalous strike length of the Stafford Gold Zone. Companion projects widely spaced / shallow drilling.	Up to 2m @ 4.1g/t Au in shallow drilling.	Tested Yataghan and Assegai with no significant intercepts.	18/01/2010 & 07/07/2010
Reward Polymetallic Companion Project	Breccia hosted Cu-Ag-Pb-Au.	200km NW of Alice Springs, 70km from Tanami Road via tracks from Yuendumu.	250m x 100m outcrop of rock chips.	Rock-chips returned up to 20.3% copper and 271g/t silver.	Reconnaissance returned high grade copper-silver in Q2 2010.	18/01/2010 & 13/05/2010

Emergent Projects – Large Scale Anomalies in New Districts Pending Drilling

Lake Mackay Projects						
Sub-Project	**Target Style**	**Infrastructure / Access**	**Extents**	**Best Intersections / potential**	**2010 Proposed and completed Activity**	**Refer ASX Announce-ment Date For Further Details**
Tekapo	IronOxide-Copper-Gold (Tennant Creek / Ernest Henry Style).	400km east of Alice Springs, 60km from Nyrripi.	1.2km by 600m geochem anomaly Cu-Au-Ag-Bi-Mo-Sb.	16m @ 3.4g/t Au and 4m @ 2.67% Cu. No drilling in bedrock (surface regolith zone).	Reconnaissance. Q4 2010 Drill 300m holes into bed rock to test Cu-Au-Ag-Bi-Mo-Sb. Q1 2011	07/01/2010
Dodger	Shear hosted gold + intrusion related base metals.	400km east of Alice Springs, 68km from Nyrripi.	Regolith (RAB) anomaly 2.5km long.	4m @ 3.56g/t Au. Untested in fresh rock. Several parallel systems. Major underlying intrusion as the potential source.	Reconnaissance. Q4 2010 Drill 200m holes into bed rock to test regional shear zone. Q1 2011	07/01/2010

MANAGING DIRECTOR'S REPORT
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Sub-Project	Target Style	Infrastructure / Access	Extents	Best Intersections / potential	2010 Proposed and completed Activity	Refer ASX Announce-ment Date For Further Details
Taupo	IronOxide-Copper-Gold (Tennant Creek / Ernest Henry Style).	400km east of Alice Springs, 99km from Nyrripi.	Regolith (RAB) anomaly 8km by 1km Cu-Au-Pb-Zn-Bi.	No test of fresh rock. All regolith drilling in depleted horizon.	Reconnaissance 2010 and if warranted drilling. Q1 2011.	07/01/2010
Lake Mackay Companion Projects – Wakatipu, Manapouri	IOCG, Shear hosted gold, intrusive related gold.	400km east of Alice Springs.	Regolith (RAB & Vacuum) anomalies over variable extents.	No test of fresh rock. All regolith drilling in depleted horizon.	Reconnaissance 2010 and if warranted drilling. Q4 2010	07/01/2010
Tanami / Arunta Region Emergent Regional Projects						
Northern Tanami- Soldier / Birrindudu	Sedimentary hosted veins.	~80km north of Tanami / Groundrush Mines.	Extensive Geochemistry and magnetic anomalies over 8 sqkm.	No test of fresh rock.	Reconnaissance.	23/11/2009
North Arunta	Porphyry related gold and Sedimentary hosted vein deposits.	70km north of Yuendumu.	Unprospected ELAs spanning the prolific Trans-Tanami Geological Structure.	No work to date. Regional structural targets.	Conversion of ELA to ELs subject to Traditional Owner Approvals Reconnaissance.	23/11/2009
Lake Mackay	IronOxide-Copper-Gold, High Grade Vein.	450km east of Alice Springs, 100km from Nyrripi.	Unprospected ELAs spanning major structures.	No work to date. Regional structural targets. Remote Australia.	Conversion of ELA to ELs subject to Traditional Owner Approvals Reconnaissance.	23/11/2009

Competent Persons Statement

Information in this document including the new drill results have been reviewed and validated by Mr Darren Holden who is a Member of The Australasian Institute of Mining and Metallurgy. Figure 3 contains the new drill results as well as historic results received from Newmont Asia Pacific which have been validated by Mr Holden. Mr Holden is a full time employee of ABM Resources NL and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves". Mr Holden consents to the inclusion in the documents of the matters based on this information in the form and context in which it appears.

MANAGING DIRECTOR'S REPORT
REVIEW OF OPERATIONS

DIVESTMENT PROJECTS

Erayinia Joint Venture (70%) (Gold, Uranium and Base Metals)

The Erayinia Project consists of a Volcanogenic Massive Sulphide (VMS) style zinc discovery located in an under-explored Archaean greenstone belt 150km SE of Kalgoorlie. Erayinia is a 70:30 Joint Venture with Hawthorn Resources Limited. The Company has actively sought a divestment partner and is in discussion with several companies.

Broads Dam Joint Venture (Gold)

ABM completed the conditions of the Broads Dam Joint Venture Agreement with Australian Gold Investments and subsequently terminated the Agreement.

Gascoyne Joint Venture

The Gascoyne Joint Venture is located approximately 250km to the east of Carnarvon in the Gascoyne region in Western Australia covering an area of approximately 284km^2. It is a joint venture between ABM Resources NL and Altera Resources Limited. Subsequent to the end of the financial year ABM and Altera entered into a new Agreement whereby ABM agreed to surrender 2 of the tenements for a consideration of $40,000. A small mining lease was previously transferred to Aurum Gold who assumed the environmental liability on the tenement.

Other Australian Projects

The Dalgaranga tenements are still to be transferred to the purchasers of the tenements, subject to meeting certain conditions. The Binneringie tenements were successfully transferred.

The Harbutt Range project was surrendered post 30 June 2010.

Mimosa Joint Venture, Mozambique (73.33%) (Gold)

The Company has actively marketed the project for divestment during the past year and is in discussion with several interested parties.

Rehabilitation

All rehabilitation issues for the divestment tenements have been addressed and the remaining amounts are subject to final inspections or have been addressed subsequent to the end of the financial year.

Rehabilitation bonds for the Northern Territory projects have been put in place with the Central Land Council for an amount of $350,000 and a Mine Management Plan has been put in place with the Mines Department in Darwin for an amount of $110,971. Rehabilitation in the Northern Territory is conducted on an ongoing basis and attended to as soon as practical after exploration.

ABM Resources remains committed to environmental best-practice.

MANAGING DIRECTOR'S REPORT
REVIEW OF OPERATIONS

CORPORATE DEVELOPMENTS

Directors

Dr Michael Etheridge was appointed Chairman, Darren Holden was appointed Managing Director and Dr Nicholas Archibald was appointed Non-Executive Director at the Annual General Meeting on 23 September 2009.

Mr Imants Kins's role was changed from Executive Chairman to Executive Director on the same day and Mr Simon Rigby and Mr Andrew Simpson retired at the AGM. The Board would like to thank Simon and Andrew for their highly valued contributions to the Company and wish them well in their future activities.

Share Placements

A placement with Blackwood Capital Limited raising gross proceed of $6,250,000 through a share placement of 208,333,333 shares at 3 cents per share and a second placement also with Blackwood Capital Limited raising gross proceeds of $17,886,611 through a share placement of 745,275,471 shares at 2.4 cents per share. The Company issued 74,005,000 shares to employees and Directors in an at arm's length transaction at 2.4 cents per share. In accordance with the employee share plan the purchase price of the shares was loaned to the Directors/employees.

The Company additionally issued a total of 265,500,000 shares for acquisition of tenements from Tanami Exploration NL and the Yuendumu Mining Company and 50,000,000 to Ochre Holding Pty Ld for services provided to the Company.

Significant Agreements

The Company has entered into Agreements with Tanami Exploration NL and with Newmont Asia Pacific purchasing a total of over 31,000 square kilometres of tenements in the Tanami Region of the Northern Territory.

Outlook 2010/20011

ABM is committed to continuing aggressive exploration in the Tanami-Arunta regions. In particular the Company aims to complete the first JORC compliant resource estimations on the Buccaneer Porphyry Gold Prospect, the Old Pirate High Grade Gold Prospect and the Hyperion Gold Prospect. In addition, the Company will continue its regional exploration programs and aims to test a further 10 to 20 targets in 2011. These regional targets, whilst still being prioritised include the Tekapo gold-copper target on the Lake Mackay Regional Project and the Kroda Gold Project near Barrow Creek.

SUMMARY OF MINING TENEMENTS AND AREAS OF INTEREST

Summary of Mining Tenements and Areas of Interest as at 30 June 2010

Area of Interest	Tenements	Group's Interest	Joint Venture Partners
NORTHERN TERRITORY			
TANAMI			
Birrindudu	EL5888	100	
	EL5889	100	
	EL8809	100	
	EL23523	100	
	EL27705	100	
Supplejack	EL27980	100	
	EL27979	100	
	EL9250	100	
	EL26623	100	
	EL27566	100	
	EL27570	100	
	EL27812	100	
Matrix	EL8845	100	
	EL9474	100	
	EL26609	100	
Cervantes	EL26619	100	
	EL27125	100	
	EL27126	100	
Bonanza	EL27124	100	
	EL27127	100	
	EL27339	100	
	EL25194	100	
	EL25844	100	
	EL26610	100	
	EL27378	100	
	EL26616	100	
	EL22178	100	
	EL22228	100	
	EL22848	100	
	EL22850	100	
	EL23208	100	
	EL8576	100	
	EL8602	100	
	EL8825	100	
	EL8932	100	
	SEL23659	100	
	SEL23661	100	
	EL27127	100	
	EL24436	100	
	EL24437	100	

SUMMARY OF MINING TENEMENTS AND AREAS OF INTEREST

Area of Interest	Tenements	Group's Interest	Joint Venture Partners
NORTHERN TERRITORY			
	EL27813	100	
Pargee	EL10139	100	
	EL26608	100	
	EL24344	100	
	EL8727	100	
Gardiner	EL7911	100	
South Tanami	EL8824	100	
	EL9295	100	
	EL9616	100	
	EL25191	100	
	EL25192	100	
Euro	EL25845	100	
	EL26590	100	
	EL26591	100	
	EL26592	100	
	EL26593	100	
	EL26613	100	
	EL26615	100	
	EL26618	100	
	EL26620	100	
	EL26621	100	
	EL26622	100	
	EL26673	100	
	EL27604	100	
LAKE MACKAY PROJECT			
Taupo	EL8696	100	
Tarawera	EL10306	100	
	EL23898	100	
	EL24473	100	
	EL8695	100	
	EL9343	100	
	EL10305	100	
	EL25866	100	
	EL24299	100	
	EL27780	100	
	EL24492	100	
	EL24567	100	
	EL24915	100	
	EL24949	100	
	EL25630	100	
	EL25632	100	
	EL27894	100	

SUMMARY OF MINING TENEMENTS AND AREAS OF INTEREST

Area of Interest	Tenements	Group's Interest	Joint Venture Partners
NORTHERN TERRITORY			
	EL27872	100	
	EL27906	100	
Tekapo	EL9442	100	
	EL9449	100	
	EL24858	100	
Te Anau	EL8697	100	
Doger	EL8434	100	
EAST ARUNTA			
Huckitta	EL24454	100	
NORTH ARUNTA			
Walkeley Project	EL22554	100	
	EL22555	100	
	EL26903	100	
Bonita	EL23926	100	
	EL23927	100	
Reynolds Range	EL23888	100	
	EL23655	100	
Barrow Creek	**SEL26825	85	
	**EL8766	85	
	**EL23880	85	
	**EL23883	85	
	**EL23884	85	
	**EL23885	85	
	**EL23886	85	
	**EL25030	85	
	**EL25031	85	
	**EL25033	85	
	**EL25034	85	
	**EL25035	85	
	**EL25036	85	
	**EL25041	85	
	**EL25042	85	
	**EL25044	85	
WESTERN AUSTRALIA			
Dalgaranga	***M59/106	100	
Gascoyne	****E09/1074	100	Altera Capital Ltd – 65%
	****E09/1266	100	Altera Capital Ltd – 65%
Erayinia	E28/1228	70	Hawthorn Resources Ltd – 30%
	E28/1611	70	Hawthorn Resources Ltd – 30%
	E28/1612	70	Hawthorn Resources Ltd – 30%
Harbutt Range	*****ELA45/2923	100	

SUMMARY OF MINING TENEMENTS AND AREAS OF INTEREST

Area of Interest	Tenements	Group's Interest	Joint Venture Partners
MOZAMBIQUE			
Mozambique	1435L	73.33	JV with local partners
	2295L	73.33	JV with local partners

*	All Northern Territory tenements in process of transfer to ABM Resources NL
**	The purchase of the remaining 15% of Barrow Creek Tenements from Yuendumu Mining Company NL was completed in July 2010
***	In process of sale to Diversity Resources Pty Ltd
****	Tenements subject to a Surrender Agreement with Altera Resources Limited subsequent to the end of the financial year.
*****	Tenement surrendered subsequent to the end of the financial year.

DIRECTORS' REPORT

The Directors of ABM Resources NL present their report on the consolidated entity (Group), consisting of ABM Resources NL and the entities it controlled at the end of, and during, the financial year ended 30 June 2010.

Directors

Dr Michael Etheridge	Non-Executive Chairman	Appointed 23 November 2009
Mr Darren Holden	Managing Director	Appointed 23 November 2009
Mr Imants Kins	Executive Director	
Dr Nicholas Archibald	Non-Executive Director	Appointed 23 November 2009
Mr Simon Rigby	Non-Executive Director	Retired 23 November 2009
Mr Andrew Simpson	Non-Executive Director	Retired 23 November 2009

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Principal Activities

The principal activities of the Group during the financial year were:

- Restructure of the Board of Directors;
- Acquisition of tenements from Tanami Exploration NL;
- Acquisition of tenements from Newmont Asia Pacific;
- Capital Raising;
- Exploration at Northern Territory gold prospects; and
- Divestment of non-core assets.

Operating Results

The consolidated loss of the Group after providing for income tax and eliminating minority equity interests amounted to $30,124,103 (2009 (restated): loss of $4,594,720).

Dividends

There were no dividends paid or declared during the year.

Financial Position

The net assets of the Group have increased by $24,692,492 from 30 June 2009 to $25,303,465 in 2010. The increase is largely due to the acquisition of the Northern Territory tenements from Tanami Exploration NL and Newmont Asia Pacific.

Significant Changes in the State of Affairs

The following significant changes in the state of affairs of the Group occurred during the financial year:

- Restructure and recapitalisation of the Group;
- Board and Management changes;
- Building of a highly motivated and focused exploration team;
- Change of Company focus from Base Metals to Precious Metals; and
- Acquisition of ~31,000 square kilometres of Northern Territory tenements from Tanami Exploration NL and Newmont Asia Pacific.

Matters Subsequent to the End of the Financial Year

The Group has released numerous announcements regarding exploration results at the Twin Bonanza Project and some of these results have been referred to in the Managing Director's review of operations.

On 26 July 2010, the Group completed the purchase of the remaining 15% of the Barrow Creek Regional Project from the Yuendumu Mining Company NL.

In September 2010, the Group signed an Agreement with Altera Resources Limited for the surrender of the Gascoyne exploration licences.

Likely Development

- Continue aggressive exploration at the Twin Bonanza Project including defining the exploration target ranges or first resource at the Old Pirate and Buccaneer Prospects;
- Target and drill 10 to 20 other regional prospects; and
- Continue regional geological analysis and structural targeting.

Environmental Regulation

The Group's operations are subject to significant environmental regulation under the law of the Commonwealth and State. The Group monitors its compliance with environmental regulations on an ongoing basis. The Directors are not aware of any significant breaches during the period covered by this report.

The Directors have considered compliance with the *National Greenhouse and Energy Reporting Act 2007* which requires entities to report annual greenhouse gas emissions and energy use. For the first measurement period 1 July 2009 to 30 June 2010 the Directors have assessed that there are no current reporting requirements, but the Group may be required to do so in the future.

DIRECTORS' REPORT

Information on Directors

Name	Position	Qualification and Experience
Dr M Etheridge, PhD, FTSE, FAIG, FAICD 	Non-Executive Chairman	Dr Mike Etheridge is a geologist with over 35 years experience in exploration, mining, consulting and research. Until 2004 he was Chairman of the consulting firm SRK Consulting (Australia), having co-founded its predecessor, Etheridge Henley Williams in 1990. Dr Etheridge is an Adjunct Professor at Macquarie University, where he led an industry collaborative research project into improving the management of risk and value in mineral exploration. He has been a Non-executive Director of Lihir Gold Ltd (ASX, POMSoX, NASDAQ, TSX), Consolidated Minerals Ltd (ASX, AIM), Ariana Resources Ltd (AIM), Ballarat Goldfields NL (ASX) and Geoinformatics Exploration Inc (TSX-V), among others, during the last three years. He also chaired the boards of the Predictive Mineral Discovery Cooperative Research Centre and AuScope Ltd, two major government and industry-funded research bodies. He is currently a Director of the Deep Exploration Technologies CRC.
Mr D Holden, BSc Hons, MAusIMM 	Managing Director	Mr Holden is a geologist with over 15 years experience in mining and exploration. He is a graduate of the University of Otago (NZ) and The University of Western Australia and is a Member of the Australasian Institute of Mining and Metallurgy. Mr Holden has previously held the role of Senior Consultant at Fractal Geoscience and was involved in geophysical and geological modeling and targeting on a wide range of deposit styles. Mr Holden also held the roles of Vice President and Chief Operating Officer of Geoinformatics Exploration Inc for the period from 2001 to 2009. Mr Holden was previously based in Vancouver, Canada and helped guide Geoinformatics through the 2008/2009 Financial Crisis and into a merger with Rimfire Minerals Corp to form Kiska Metals Ltd. Under Mr Holden's exploration tutelage Geoinformatics successfully delineated several new discoveries including a multimillion ounce gold-copper project in Alaska and other base and precious metal discoveries in British Columbia, Nevada and Mexico. Mr Holden returned to Perth in November 2009 to take up the position of Managing Director at ABM Resources NL.

DIRECTORS' REPORT

Name	Position	Qualification and Experience
Mr I Kins, BEc.MA 	Executive Director	Mr Kins is currently part time Executive Director of ABM Resources NL. Mr Kins is an Economist with over 25 years experience specialising in the resource sector. He has a Bachelor of Economics from the University of WA and a Master of Arts (Futures studies) degree from the Curtin University of Technology. Mr Kins has worked in the State Government (including industrial and resource development) and then mainly the private sector in regards to the resource sector. Since 1987 he has mainly worked as a consultant to the resource sector undertaking projects with exploration and mining companies, investors and brokers. He was appointed the Managing Director of the Company in October 2005 and Executive Chairman in April 2007. As from 23 November 2009 he became a part time Executive Director. Mr Kins brings extensive resource sector based strategic planning, macroeconomic and corporate governance experience to the Board. He is currently Executive Chairman of E-Com Multi Limited (ASX: ECE) and Director of Ochre Management Limited.
Dr N Archibald, BSc(Hons), PhD, FTSE, FAIG, FGSA, FSEG, FAusIMM(CP) 	Non-Executive Director	Dr Archibald, a geologist, is best known for his work with the Australian and North American explorations industries. Dr Archibald and his team at Fractal Geoscience won the Goldcorp Challenge in 2001, a global internet-based competition aimed at identifying a further 6MOz of gold at Goldcorp's Red Lake Mine in NW Ontario, Canada. The success with Goldcorp, now a CN$31.5 billion major global gold company, gave the team at Fractal Geoscience instant credibility in North America and led to the formation of Geoinformatics Exploration Inc, an exploration company that forged strategic alliances with mining majors across the globe, including Kennecott Exploration, a subsidiary of Rio Tinto, Anglo American, Goldfields and Goldcorp. He brings to the Company highly successful intellectual property in exploration and IT, corporate experience and a high-level global network within the mining and financing sector. He is on the Board of Sanatana Diamonds Inc (TSX-V: STA) and has been a Director of Altera Resources Limited (ASX: AEA).

Company Secretary

The following person held the position of Company Secretary at the end of the financial year:

Ms Jutta Zimmermann is an accountant (Australian AQF diploma level) with over twenty years of experience (Germany and Australia) in accounting, taxation and, in recent years, management. She has a diploma in information technology (Australian bachelor degree level) from the Furtwangen Polytechnic and holds the position of Chief Financial Officer with the Company. Ms Zimmermann was appointed Company Secretary on 17 April 2007 and holds a Certificate in Governance Practice and Administration.

The Board considers that the Group is not yet of a size to warrant creating a separate audit committee.

Directors' Interest

As at the date of this report, the direct and indirect interests of the Directors in the Group were:

	Fully Paid Ordinary Shares	Unlisted Options
Dr M Etheridge	9,000,000	-
Mr I Kins	21,966,398	-
Mr D Holden	20,166,667	-
Dr N Archibald	17,833,333	88,500,000
Mr S Rigby	800,000	-
Mr A Simpson	1,203,398	-

Meetings of Directors

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

	Number Eligible to Attend	Board Meetings Attended
Dr M Etheridge	8	8
Mr I Kins	12	12
Mr D Holden	8	8
Dr N Archibald	8	7
Mr S Rigby	4	4
Mr A Simpson	4	4

Due to the current size and composition of the economic entities Board, the full Board deals with all Board related matters, other than remuneration, rather than delegating responsibilities to Board committees.

Meetings of Remuneration Committee

A Remuneration Committee was formed on 23 November 2009 and during the financial year, two meetings of the Remuneration Committee were held. Attendances by each committee member during the year were as follows:

	Number Eligible to Attend	Remuneration Committee Meetings Attended
Dr M Etheridge	2	2
Dr N Archibald	2	2

REMUNERATION REPORT (AUDITED)

This report details the nature and amount of remuneration for each Director of ABM Resources NL, and for the executives receiving the highest remuneration.

The information provided in this remuneration report has been audited as required by Section 308(3C) of the *Corporations Act 2001*.

Remuneration Policy

The remuneration policy of ABM Resources NL has been designed to align Director and executive objectives with shareholder and business objectives by providing a fixed remuneration component, offering specific long-term incentives, and where appropriate, short term bonuses, based on key performance areas affecting the Group's strategic objectives and financial results. The Board of ABM Resources NL believes the remuneration policy to be appropriate and effective in its ability to attract and retain the best executives and Directors to run and manage the Group, as well as create goal congruence between Directors, executives and shareholders.

The Board's policy for determining the nature and amount of remuneration for Board members and senior executives of the Group is as follows:

- All executives receive a base salary (which is based on factors such as qualifications, length of service and experience), superannuation, fringe benefits, and performance bonuses/incentives.
- The Board reviews executive packages annually by reference to the Group's performance, and the executive's performance.

The performance of executives is measured against criteria agreed with each executive, including where appropriate, the growth in shareholder value. All cash bonuses and equity incentives must be linked to predetermined performance and/or continuity criteria. Cash bonuses totalling $60,000 have been granted to executive Directors and group executives during the year. The Board may exercise its discretion in relation to approving bonuses and incentives, including equity participation. The policy is designed to attract the highest calibre of executives and reward them for performance. Executives are also entitled to participate in employee share arrangements.

The executive Directors and executives receive a superannuation guarantee contribution required by the government, which is currently 9%, and do not receive any other retirement benefits. Some individuals, however, have chosen to sacrifice part of their salary to increase payments towards superannuation.

All remuneration paid to Directors and executives is valued at the cost to the Company and expensed. Shares given to Directors and executives are valued as the difference between the market price of those shares and the amount paid by the Director or executive for these shares.

The Board policy is to remunerate non-executive Directors at market rates for time, commitment and responsibilities. The Board determines payments to the non-executive Directors and reviews their remuneration annually, based on market practice, duties and accountability. Independent external advice is sought when required. The maximum aggregate amount of fees that can be paid to non-executive Directors are subject to approval by shareholders at the Annual General Meeting and was last set on 20 November 2007 at $200,000. Fees for non-executive Directors are not linked to the performance of the Group. However, to align Directors' interests with shareholder interests, the Directors are encouraged to hold shares in the Group and, in appropriate circumstances where shareholder approval is obtained, incentive shares are granted.

The Board has considered the previous advice of an independent remuneration consultant to ensure non-executive Directors' fees, executive Directors' fees and executives salaries and payments are appropriate and in line with the market. The independent remuneration consultant has based his previous recommendations on comparative roles and comparative companies in the external market.

Performance Based Remuneration

As part of each executive Director and key executive's remuneration package there may be a performance-based component, consisting of cash bonuses and/or incentives, including equity participation, linked to the achievement of key performance indicators (KPIs). The intention of this program is to facilitate goal congruence between Directors/executives with that of the business and shareholders. The KPIs are set at the beginning of the employment and are reviewed annually and adjusted where appropriate. The measures are specifically tailored, to the areas each Director/executive is involved in and has a level of control over. The KPIs target areas, the Board believes, hold greater potential for group expansion and profit, covering financial and non-financial as well as short- and long-term goals. Such incentives maybe offered where executive Directors and executives do not otherwise have a substantial shareholding in the Group.

Performance in relation to the KPIs is assessed annually, with bonuses and incentives being awarded depending on the number and deemed difficulty of the KPIs achieved. Following the assessment, the KPIs are reviewed by the Board in light of the desired and actual outcomes, and their efficiency is assessed in relation to the Group's goals and shareholder wealth, before the KPIs are set for the following year. Cash bonuses of $60,000 were granted during the year and no additional shares, apart from releasing previously granted shares from escrow, and shares in an at arm's length transaction at market price, were issued to executive Directors and executives. Directors and executives were granted a loan from the Group to cover the acquisition cost of the shares.

For non-executive Directors the KPI's are related to their performance on the Board in regards to their specific field of expertise, however the main focus is on continuity of employment. Shares issued to non-executive Directors were issued in an at arm's length transaction at market prices and a loan from the Group was granted to cover the acquisition cost of the shares.

Executive Directors' incentives are based on continuity of employment and performance criteria such as determining whether value has been or will be added for shareholders of the Company, including share price movement, project acquisitions, project development, capital raising to fund operations, broker support, retention of key staff and corporate governance. The weighting of each KPI is dependent on the circumstances of each year.

Executive incentives are based on continuity of employment and performance criteria based on the field of expertise of the executive, including the promotion of the interests of the Company, securing of projects on reasonable terms, project development, timely completion of tasks and reporting requirements.

No performance based incentives were delivered in form of shares issued to the Directors/executives at no cost, apart from previously issued shares released from escrow. Continuity based incentives were delivered in form of shares issued to Directors/executives at market price with the consecutive grant of a loan for the full amount. The continuity conditions are to be fulfilled over a period of 3 years, with each year a proportion becoming available for release from escrow, subject to loan repayment.

All shares issued to the Directors are approved in advance by shareholders.

Details of shares granted to Directors/executives can be found on page 37.

The Company's employee share plan has been re-instated.

The Company has no policy in place to limit the exposure of key executives to at-risk remuneration.

Company Performance, Shareholder Wealth and Directors' and Executives' Remuneration

The remuneration policy has been tailored to increase goal congruence between shareholders, Directors and executives. The policy provides for two methods to be applied in achieving this aim, the first being a performance based bonus based on key performance indicators, and the second being the issue of shares to the majority of Directors and executives to encourage the alignment of personal and shareholder interests. The Company believes this policy to have been effective over the past year. Cash bonuses totalling $60,000 were granted to executive Directors and executives during the year and no additional shares, apart from releasing previously granted shares from escrow, and shares in an at arm's length transaction at market price, were issued to executive Directors and executives. Directors and executives were granted a loan from the Group to cover the acquisition cost of the shares.

The following table shows the gross revenue, losses and dividends for the last five years for the listed entity, as well as the share price at the end of the respective financial years. The Company has continued to move forward during the last year with gold and gold-copper exploration success at the Tanami Projects in the Northern Territory of Australia. The Board is satisfied that the previously described remuneration policy has been an important component of this development.

	2006 $	2007 $	2008 $	2009 (restated) $	2010 $
Revenue	290,319	177,860	192,185	66,515	113,204
Net loss	3,103,483	2,934,564	4,494,539	4,594,720	30,124,103
Share Price at year-end	0.054	0.160	0.042	0.019	0.019
Dividend paid	-	-	-	-	-

Key Management Personnel

The following persons were key management personnel of the ABM Resources NL Group during the financial year:

Key Management Person	Position	Commencement of Position
Dr M Etheridge	Non-Executive Chairman	23 November 2009
Mr I Kins	Executive Director	Role changed 23 November 2009
Mr D Holden	Managing Director	23 November 2009
Dr N Archibald	Non-Executive Director	23 November 2009
Mr S Rigby	Non-Executive Director	31 July 2008 (retired 23 November 2009)
Mr A Simpson	Non-Executive Director	12 May 2007 (retired 23 November 2009)
Ms J Zimmermann	CFO / Company Secretary	1 June 2005

Details of Remuneration

Details of compensation for key management personnel and other executives of the ABM Resources NL Group are set out below:

2010	Short-Term Employee Benefits: Salary, Fees and Commission $	Short-Term Employee Benefits: Cash Bonus $	Short-Term Employee Benefits: Other [3] $	Post-Employment Benefits: Superannuation $	Share-based Payments: Shares [4] $	Share-based Payments: Put Options [5] $	Total $	Proportion of Remuneration that is Performance Based	% of Value of Remuneration that Consist of Options
Directors									
Dr M Etheridge	44,602	-	-	4,014	-	8,837	57,453	15.4%	15.4%
Mr I Kins	79,908	30,000	37,479	7,192	260,763	4,595	419,937	62.8%	1.1%
Mr D Holden	161,750	-	-	14,558	-	53,592	229,900	23.3%	23.3%
Dr N Archibald	27,556	-	-	-	-	-	27,556	0.0%	0.0%
Mr S Rigby [1]	14,679	-	-	1,321	3,200	-	19,200	16.7%	0.0%
Mr A Simpson [2]	14,679	-	-	1,321	23,000	-	39,000	59.0%	0.0%
Total Directors	343,174	30,000	37,479	28,406	286,963	67,024	793,046		
Other Key Management Personnel									
Ms J Zimmermann	143,613	30,000	59,850	12,925	136,581	11,046	394,015	37.5%	2.8%
Total Other	143,612	30,000	59,850	12,925	136,581	11,046	394,015		
Total	486,787	60,000	97,329	41,331	423,544	78,070	1,187,061		

1) Retired 23 November 2009.
2) Retired 23 November 2009.
3) Other short-term employee benefits relate to annual leave payout.
4) Release of shares issued under escrow and released in the financial year ending 30 June 2010. This valuation is based on the share price at the initial issue date of 11.5 cents per share for I Kins and A Simpson, 11.5 cents per share and 5.0 cents per share for J Zimmermann, and 0.8 cents per share for S Rigby and not the underlying share price of 1.9 cents per share as at 30 June 2010.
5) The value of the embedded put options within the Directors and other key management personnel loans in accordance with Company's Employee Loan Scheme.

2009	Short-Term Employee Benefits: Salary, Fees and Commission $	Short-Term Employee Benefits: Cash Bonus $	Short-Term Employee Benefits: Other $	Post-Employment Benefits: Superannuation $	Share-based Payments-Shares [5] $	Total $	Proportion of Remuneration that is Performance Based	% of Value of Remuneration that Consist of Options
Directors								
Mr I Kins	212,915	-	-	28,906	326,763	568,585	57.5%	0.0%
Mr D Reynolds [1]	6,696	-	-	-	23,000	29,696	77.5%	0.0%
Mr A Simpson	36,697	-	-	3,303	23,000	63,000	36.5%	0.0%
Mr S Rigby	33,733	-	-	3,036	3,200	39,969	8.0%	0.0%
Mr J Ariti [2]	15,483	-	-	1,393	-	16,876	0.0%	0.0%
Total Directors	305,525	-	-	36,638	375,963	718,126		
Other Key Management Personnel								
Ms J Zimmermann	165,474	-	-	14,893	116,581	296,948	39.3%	0.0%
Mr P Heydon [3]	114,961	-	-	6,740	97,658	219,359	44.5%	0.0%
Mr H Kehal [4]	59,800	-	-	-	-	59,800	0.0%	0.0%
Total Other	340,235	-	-	21,633	214,239	576,107		
Total	645,760	-	-	58,271	590,202	1,294,233		

1) Retired 31 August 2008.
2) Retired 31 December 2008.
3) Employment ceased on 15 December 2008, salary includes the payout of entitlements.
4) Mr Kehal was used on an, as required basis, since the cost cutting program was put in place beginning of November 2008.
5) Release of shares issued under escrow and released during the financial year ending 30 June 2009 and shares issued without holding lock. This valuation is based on the share price at the initial issue date of 11.5 cents per share for I Kins, D Reynolds, A Simpson, J Zimmermann and H Kehal, and 0.8 cents per share for S Rigby and not the underlying share price of 1.9 cents per share as at 30 June 2009.

Share-based Compensation

Shares

Shares issued in previous financial years and released from escrow in the financial year ending 30 June 2010 affected remuneration in the current reporting period as follows:

Name	No. of Shares	Share Price at Issue Date	Shares Value	Grant Date
Mr I Kins	2,267,500	0.115	260,763	21 Nov 2007
Mr S Rigby	400,000	0.008	3,200	3 Dec 2008
Mr A Simpson	200,000	0.115	23,000	21 Nov 2007
Ms J Zimmermann	400,000	0.050	20,000	3 Nov 2006
Ms J Zimmermann	1,013,750	0.115	116,581	21 Nov 2007
Total	4,281,250		423,544	

The release of shares issued under escrow is valued at historical value and not the underlying share price of 1.9 cents per share as at 30 June 2010.

Put Options

The value of the embedded put options within the Directors and other key management personnel loans for the financial year ending 30 June 2010 (2009: Nil) are as follows:

Name	Value of Embedded Put Options
Dr M Etheridge	8,837
Mr I Kins	4,595
Mr D Holden	53,592
Ms J Zimmermann	11,046
	78,070

The detail of loans to Directors and other key management personnel are set out in Note 26(c).

Cash Bonuses

Cash bonuses granted to I Kins and J Zimmermann, totalling $60,000 were paid on 20 November 2009 at the discretion of the Board. The bonuses therefore vested 100% during the financial year ended 30 June 2010.

Performance Income as a Proportion of Total Remuneration

Executive Directors and executives are paid performance based bonuses linked to goals set having regard to experience, qualifications and length of service. This has led to the proportions of remuneration related performance varying between individuals. The Board has set these bonuses to encourage achievement of specific goals that have been given a high level of importance in relation to the future growth and profitability of the Group, and to retain key personnel. The Board will review performance bonuses to gauge their effectiveness against achievement of the set goals, and adjust future year incentives as they see fit to ensure use of the most cost effective and efficient methods.

Options and Shares Issued as Part of Remuneration

No options and shares were issued to Directors and executives as part of their remuneration during the financial year ended 30 June 2010, apart from releasing previously granted shares from escrow, and shares in an at arm's length transaction at market price.

Employment Contracts of Directors and Other Key Management Personnel

Remuneration and other terms of engagement for non-executive Directors are formalised in service agreements. The agreement summarises the Board policies and terms, including compensation relevant to the office of Director.

The employment contracts stipulate a range of one- to six-month resignation notification periods. The Company may terminate an employment contract without cause by providing a range of one- to six-month written notice or making payment in lieu of notice, based on the individual's annual salary component. No redundancy payments are offered to specified executives. In the instance of serious misconduct the Company can terminate employment at any time.

Other major provisions of the agreements relating to remuneration are set out below:

Dr M Etheridge, Non-Executive Chairman

- Term of agreement – ongoing subject to re-election by shareholders;
- Remuneration – $80,000 p.a. (including superannuation) pro rata commencing 23 November 2009.

Mr I Kins, Executive Director

- Pro Rata base salary (inclusive of superannuation) of $100,000 p.a. for the period 1 July to 23 November 2009;
- Monthly payment of $6,500 (inclusive of superannuation) for an initial term of 1 year commencing 23 November 2009 with possible 1 year extensions.

Mr D Holden, Managing Director

- Commencement of employment as Managing Director Designate on 7 October 2010 on a temporary pro rata base salary, inclusive of superannuation, of $240,000 until appointment to the position of Managing Director;
- Term of agreement – 3 years contract commencing 23 November 2010 with a further 3 year option subject to a 6 month notice period;
- Pro rata base salary, inclusive of superannuation, commencing 23 November 2010 of $240,000;
- Payment of a termination benefit on early termination by the Company, other than for gross misconduct, equal to 12 month salary;
- Notice period varies between no notice if mutually agreed and 3 months notice by either party without reason.

Dr N Archibald, Non-Executive Director

- Term of agreement – ongoing subject to re-election by shareholders;
- Remuneration – $40,000 p.a. (including superannuation) pro rata commencing 23 November 2009.

Ms J Zimmermann, CFO / Company Secretary

- Term of agreement – ongoing commencing 1 June 2005;
- Base salary, inclusive of superannuation, for the period 1 July 09 to 22 November 09 of $120,000 and from 23 November to 30 June 2010 of $180,000;
- No termination benefits applicable;
- Employment can be terminated with a 3 month notice period by either party.

End of Audited Remuneration Report.

Employment Contracts of Directors and Other Key Management Personnel

During the financial year, ABM Resources NL paid a premium of $9,085 to insure the Directors, secretaries and other officers of the Company and its Australian-based controlled entities.

The liabilities insured are legal costs that may be incurred in defending civil or criminal proceedings that may be brought against the officers in their capacity as officers of entities in the Group, and any other payments arising from liabilities incurred by the officers in connection with such proceedings. This does not include such liabilities that arise from conduct involving a wilful breach of duty by the officers or the improper use by the officers of their position or of information to gain advantage for themselves or someone else or to cause detriment to the Company. It is not possible to apportion the premium between amounts relating to the insurance against legal costs and those relating to other liabilities.

Loans to Directors and Executives

Information on loans to Directors and executives, including values, interest rates and repayment terms are set out in Note 26(c) to the financial statements.

Unlisted Options

Unlisted options of ABM Resources NL at the date of this report are as follows:

Granted Date	Expire Date	Exercise Price	No. of Options
27 November 2008	24 February 2011	0.020	46,617,340
14 December 2009	15 December 2012	0.050	20,000,000
18 December 2009	18 December 2014	0.015	300,000,000
15 January 2010	15 January 2014	0.010	15,000,000
15 January 2010	15 January 2015	0.015	250,000,000
15 January 2010	15 January 2014	0.030	500,000
			632,117,340

Non-Audit Services

During the financial year, the following fees were paid or payable to the auditor of the Group, its related practices and non-related audit firms:

	Consolidated	
	2010 $	2009 $
Audit related services		
Amounts paid or payable to BDO		
Audit and review of financial statement	51,597	39,149
Total remuneration for audit services	51,597	39,149
Taxation services		
Amounts paid or payable to BDO		
Tax compliance services	25,625	15,180
Total remuneration for non-audit services	25,625	15,180

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

The Directors are satisfied that the provision of non-audit services, during the year, by the auditor (or by another person or firm on behalf of the auditor), is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001*.

The Directors are satisfied that the provision of non-audit services by the auditor, as set out below, did not compromise the auditor independence requirements of *the Corporations Act 2001* for the following reasons:

DIRECTORS' REPORT

- all non-audit services have been reviewed by the Board of Directors to ensure they do not impact the impartiality and objectivity of the auditor; and
- none of the services undermine the general principles relating to auditor independence as set out in APES 110 *Code of Ethics for Professional Accountants*.

Proceeding of Behalf of the Company

No person has applied to the Court under Section 237 of the *Corporations Act 2001* for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party, for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings.

No proceedings have been brought or intervened in on behalf of the Company with leave of the Court under Section 237 of the *Corporations Act 2001*.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under Section 307C of the *Corporations Act 2001* is set out on page 50.

This report is made in accordance with a resolution of Directors.

MIKE ETHERIDGE
Non-Executive Chairman

DARREN HOLDEN
Managing Director

Dated this 21st day of September 2010
Perth, Western Australia

CORPORATE GOVERNANCE STATEMENT

The Board of Directors of ABM Resource NL ("ABM Resources" or "the Company") is responsible for the corporate governance of the Group. The Board guides and monitors the business activities of ABM on behalf of the shareholders by whom they are elected and to whom they are accountable.

Set out below is a summary of the Company's corporate governance practices that have been adopted with reference to the ASX Corporate Governance Council's corporate governance principles and recommendations for best practice in corporate governance. They comply with the August 2007 *ASX Principles of Good Corporate Governance and Best Practice Recommendations*.

Due to the current size and activities of the Company, the Board has resolved not to adopt some of the best practice recommendations at this stage. In addition, the process of formally documenting and implementing policies and procedures relating to some of the best practice recommendations is still continuing. Where the Company has resolved not to comply or is not currently complying with a particular recommendation, the reasons for this are also detailed below.

BOARD OF DIRECTORS

ABM Resources NL has adopted a formal Board Charter that sets out the role and responsibilities of the Board and delegation of authority to senior management.

The Board's role is to govern the Company and must act in the best interest of the Company. The senior management are responsible for the efficient and effective operation of the Company in accordance with the directions and delegations of the Board. The Board is responsible to oversee the activities of management in carrying out these delegated duties.

Board Composition and Members

To add value to the shareholders, the Board has been formed so that it has effective composition, size and commitment to adequately discharge its responsibilities and duties. The Company's current Board consists of four members, being the Non-Executive Chairman – Dr Michael Etheridge, Managing Director – Mr Darren Holden, Executive Director – Mr Imants Kins, and Non-Executive Director – Dr Nicholas Archibald.

The relevant qualifications and experience of the Company Directors are set out in the Directors' Report.

Responsibilities

The Board has responsibility for, and has the authority to determine, all matters relating to the policies, practices, management and operations of the Company. It is required to do all things necessary to determine the objectives and the strategy, and to ensure that the strategy is carried out in order to achieve the objectives of the Company.

Without intending to limit the stated role, the principal functions and responsibilities of the Board include:

- Determining the vision, values and objectives of the Company;
- Formulating short term and long term strategies to enable the Company to achieve its objectives, and ensuring adequate resources are available to implement strategic objectives;
- Identifying occupational health, safety and environmental issues and formulating and implementing policies to address and manage them and to monitor the compliance and effectiveness of these policies;
- Identifying other material business risks pertaining to the Company's operations, and to develop and implement strategies to manage these risks, and internal control systems to monitor compliance with and the effectiveness of these strategies;

- Appointing and approving the terms and conditions of the appointment of the Managing Director or Executive Chairman;
- Establishing and determining the powers and functions of committees of the Board, such as Audit and Risk Management, Remuneration and Nomination Committees, where established;
- Reviewing and providing feedback on the performance of the Managing Director or Executive Chairman and Chief Financial Officer;
- Reviewing the performance of the Board, individual Directors and Board committees;
- Endorsing the terms and conditions of employment of senior executives;
- Approving and fostering an appropriate culture for the Company that is directly aligned to its values, strategies and objectives;
- Identifying all areas where written Board policy is required, determining the policies, and overseeing the implementation and monitoring of compliance, including policy in relation to code of conduct, related party transactions, and trading in the Company's securities;
- Approving the annual budget, and material variations thereto;
- Approving major operating and capital budgets, and material variations to these budgets;
- Authorising expenditure approval limits for the Managing Director or Executive Chairman, and authorising expenditure in excess of these discretionary limits;
- Approving all mergers, acquisitions and disposals of projects and businesses;
- Considering the reports from committees and the recommendations made therein;
- Reviewing annually the progress and performance of the Company towards meeting its objectives;
- Reviewing periodically the process, outcomes and effectiveness of the Company's decisions and strategies, for the purpose of continuous improvement in all these matters and ensuring that valuable lessons are identified, and absorbed into the process and framework for making future decisions;
- Authorising the issue of securities and instruments of the Company;
- Approving processes, procedures and internal control systems to ensure that the Company's financial results are reported in a timely and accurate basis;
- Approving the half year and year end financial reports, notices of general meeting, and profit and dividend announcements;
- Determining, implementing and monitoring procedures to ensure that ASIC and ASX are promptly and adequately informed of all matters considered to be material, in accordance with the Company's continuous disclosure obligations;
- Monitoring developments in the Company's industry and general operating environment;
- Encouraging effective communication between the Company and its shareholders, employees and the general public; and,
- Establishing and encouraging effective communication channels between the Company and shareholders and other parties having legitimate interests that may be affected by the Company's activities.

Directors' Independence

Best Practice Recommendations 2.1 and 2.2 recommend respectively that a majority of the Board should be independent Directors and the Chairperson should be an independent Director. The Board currently consists of 2 Non-Executive Directors including the Chair, one part-time Executive Director and the Managing Director.

CORPORATE GOVERNANCE STATEMENT

ABM Resources is a resource exploration company. As a resource exploration company some of the Directors (including their associates) might take large equity risk positions to provide funding support, particularly at difficult times in the equity markets and Director's emoluments are reviewed regularly by an independent contractor based on data available from similar sized and performing companies. This has assisted in providing confidence to investors as to the focus and commitment of the Board to achieve its objectives. Consultancy arrangements with Directors on an as-needed basis have also assisted the Company to access required skills, but keep the cost structure flexible and competitive.

The need for access to supporting equity and skills as required, and a flexible cost structure have been greater imperatives for ABM Resources as an exploration company, than the largely mutually exclusive concept of independence, which is much more relevant to larger corporations with substantial workforces. Currently all Non-Executive Directors are regarded as independent Directors.

Complete compliance with the best practice in this area is not considered a current imperative, due to the additional direct cost of employing such Directors, the view that there would not be an increase in Board skills (only independence), and the risk that inefficiency will occur in the Board decision making process whilst the independent Directors become familiar with the Company's business.

Chairman and Chief Executive Officer (CEO)

The role of the Chairman is carried out by Dr Michael Etheridge and the role of Managing Director within the Company is carried out by Mr Darren Holden. During the period 1 June 2009 to 23 November 2009 both roles were carried out by Mr Imants Kins who was holding the role of Executive Chairman. The roles and responsibilities are set out in the Company's Board Charter.

Board Policies

Conflict of Interests

A Director must inform the Board or the Chairman or Executive Chairman, as soon as the Director becomes aware of any conflict or potential conflict of interests, which that Director may have in relation to any transaction or matter relevant to the Company or its business. Unless the Board decides otherwise, the Director should be absent from any discussion and decision on that transaction or matter.

Commitments

Each member of the Board is committed to spending sufficient time to enable them to discharge their duties as a Director of the Company.

Independent Professional Advice

If a Director considers it necessary to obtain independent professional advice to properly discharge their responsibilities as a Director of the Company, then provided the Director first obtains approval for incurring such expense from the Chairman or Executive Chairman, the Company will pay the reasonable expenses associated with obtaining such advice.

Performance Assessment

The Board determines a process for reviewing its performance and that of its individual Directors, committees and senior management. The Board meets annually to review the outcome of this process. The procedure for the annual Board performance evaluation will be to:

- Review the Board's performance against the terms of the Company's charter;
- Review the performance of committees, where appointed, against the terms of their charters;

- Review the contribution of each Director;
- Review the changes that may be required to the charter of the Board of its committees, taking into account the developments in the Company and its activities over the preceding year, and in corporate governance practices.

The Board determines the scope and detailed procedures for assessing performance against both measurable and qualitative indicators.

BOARD COMMITTEES

Best practice recommends that the Board should establish a number of committees to assist in the execution of its duties and to allow detailed consideration of complex issues. The Board committees that are generally recommended are:

- Audit and Risk Management Committee;
- Remuneration Committee;
- Nomination Committee.

Given the current size and composition of the Company's Board, the full Board will be responsible for the duties of the Nomination Committee and the Audit and Risk Management Committee. A Remuneration Committee has been formed subsequent to the Annual General Meeting on 23 November 2009 comprising of Dr Michael Etheridge and Dr Nicholas Archibald.

Each committee should report to the Board, as it considers appropriate, having regard to matters and issues of significance that may arise, but in any case at least annually.

The minutes of all committee meetings should be included in the Board pack of Directors for each Board meeting, or distributed in a manner the Board considers appropriate, except where the Chairman or Executive Chairman considers it inappropriate due to potential conflicts.

In order to define the role, responsibility, power, structure, composition, operation and administration of each committee, the Board and committee have adopted a charter for each committee as detailed below:

Nomination Committee

Best practice Recommendation 2.4 recommends that the Board should establish a nomination committee to assess the necessary competencies of Board members, review Board succession plans, evaluate the Board's performance and make recommendations for the appointment and removal of Board members.

A Nomination Committee is generally responsible for:

- Devising criteria for Board membership;
- Identifying specific individuals for nomination as Directors;
- Making recommendations to the Board for new Directors and membership of committees;
- Assisting the Chairman or Executive Chairman in advising Directors about their performance and possible retirement;
- Overseeing management of succession plans, including the Managing Director or Executive Chairman and senior management.

Having regard to the current size and activities of the Company, the full Board will retain responsibility for the duties outlined above.

Directors are appointed under the terms of the Company's constitution. Appointments to the Board are based upon merit and against criteria that serves to maintain an appropriate balance of skills, expertise and experience on the Board in the context of the current stage of development of the Company. The categories considered necessary for this purpose are a blend of finance, business, management (including strategic planning) industry knowledge, technical skills and experience and administration skills. As the Company develops in the respective stages that occur in the move from explorer to producer the skill mix of the Board will be reviewed accordingly.

Directors are to be appointed pursuant to formal agreements. The expectations for time to be committed to attend Board meetings and participate in committees and other activities of the Company should be set out in writing.

An induction pack should be provided to all new Directors, which includes information in relation to the Company's operations, structure, constituent documents, financial position and strategic and business plans.

Remuneration Committees

As mentioned above, a Remuneration Committee has been formed following the AGM on 23 November 2009 currently comprising of Dr Michael Etheridge and Dr Nicholas Archibald. For the period before the establishment of the Committee the full Board was responsible for the duties that would be assigned to a remuneration committee.

A Remuneration Committee is generally responsible for:

- Setting policies for senior officers' remuneration;
- Setting policies for Directors' remuneration;
- Making specific recommendations to the Board on remuneration of Directors and senior officers;
- Setting the terms and conditions for the appointment of the Managing Director or Executive Chairman;
- Undertaking the review of the Managing Director's or Executive Chairman's performance, at least annually, including setting with the Managing Director or Executive Chairman the goals for the coming year and reviewing progress in achieving these goals.

The Board recognises that the Company remuneration policy must be structured to attract, motivate and retain key employees and encourage them to deliver performance to create value for shareholders.

The Board has agreed on the following set of key Remuneration Policy Guidelines from which to determine the remuneration policy for Directors, senior executives and employees:

- Individual reward should be based on performance across a range of measurable and qualitative indicators;
- Rewards to executives should be linked to creating value for shareholders;
- Remuneration arrangements should be equitable and facilitate the deployment of senior management across the various divisions of the Company;
- Remuneration packages should be comparable and competitive against remuneration packages of other companies within the industries which the Company operates.

Audit Committee

An Audit and Risk Management Committee is generally responsible for:

- Overseeing and appraising the quality of the external audit and the internal control procedures, especially in the following areas:
  - Financial reporting and practices;
  - Business ethics policies and practices;
  - Accounting policies; and
  - Management and internal controls.
- Providing through regular meetings, a forum for communication between the Board, senior financial management staff involved in internal control procedures, and the external auditors;
- Enhancing the credibility and objectivity of financial reports with other interested parties;
- Enhancing the environment for identifying, analysing, managing and monitoring the operating risks involved in the business activities of the Company;
- Ensuring that executive management are extensively involved in, and vouch for, the adequacy and effectiveness of the risk management systems.

During the year ending 30 June 2010, due to the size and composition of the Company's Board, the full Board retained responsibility for the duties outlined above.

APPOINTMENT OF EXTERNAL AUDITOR

The Board is responsible for selecting and appointing the Company's external auditor. The Board is also responsible for monitoring and reviewing the independence and quality of the audit services provided.

Where it is determined that a new auditor is to be appointed, and/or a tender process undertaken for the audit, the Board has identified the following criteria for determination of the preferred auditor:

- Value for money taking into account cost and quality of service;
- Independence of Auditors taking into account other work that may be required of the firm;
- The matters set out in auditor independence guidelines;
- Seniority of Audit staff to be appointed to the Company's engagement;
- Board being satisfied as to the intended scope of work to be undertaken as part of the audit process;
- Background and experience of the audit firm with the Company and the industry in which it operates and number of companies of similar size that the firm audits and;
- Reputation and standing of the audit firm in the business community.

RISK ASSESSMENT AND MANAGEMENT

Identification of Risks

The Board is responsible for ensuring there are adequate policies in relation to risk management, compliance and internal control systems. In principles, the Company policies are designed to ensure strategic, operational, legal, reputational and financial risks are identified, assessed, effectively and efficiently managed and monitored to enable achievement of the Company's business objectives.

The Risk Management Policy provides guiding principles and procedures for the identification and management of risks across the organisation as a whole, and within individual business units. A process of analysis and evaluation has been used to assess the impact of identified and potential risks upon the Company's business objectives.

The Policy grouped the risks into categories including the following:

- Business risks;
- Compliance risks;
- Financial Risks; and
- Operational Risks.

The Managing Director or Executive Chairman are accountable to the Board for ensuring that the risk management procedures are implemented and maintained in accordance with the Risk Management Policy. The Managing Director or Executive Chairman may assign responsibilities in relation to risk management within the Company.

Senior management is responsible for the development of risk mitigation plans and the implementation of risk reduction strategies within their departments. The annual business planning process includes careful consideration of the internal and external risk profiles of the Company. In their regular reporting (for each Board Meeting) to the Board, senior management will report on the identification and management of risks within their departments.

Integrity of Financial Reporting

As a mineral exploration company, the Company provides a report on its activities to the ASX at the end of each quarter. In addition the Company provides a copy of its audited half year and full year financial accounts to the ASX and ASIC.

Prior to signing off the half year and full year financial accounts and approving them for release to the market, the Board requires the Managing Director and the Chief Financial Officer to state in writing to the Board that the financial accounts present a true and fair view, in all material respects, of the Company's financial position and operational results and are in accordance with relevant accounting standards.

CODE OF CONDUCT

The Company has adopted a formal Code of Conduct for Company Directors and Senior Executives.

The Code of Conduct requires Directors and senior executives to act in the best interests of the Company and to promote and exercise the highest standards of ethics and integrity at all times in performing their duties for the Company.

The Company has also formally adopted a Share Trading Policy. The Share Trading Policy sets out when trading in the Company's shares is permitted by Directors, senior managers, employees and related parties and sets out procedures to limit the risk of insider trading.

The Company has also adopted a Corporate Code of Conduct for all of its employees in order to ensure the Company meets its legal and other obligations to legitimate stakeholders. These stakeholders include shareholders, customers, suppliers, employees and the community as a whole.

Employees are expected to apply the principles and guidelines set out in the Corporate Code of Conduct at all times in carrying out their duties for the Company.

DISCLOSURE OF INFORMATION

Continuous Disclosure to ASX

The Company's shares are listed on the ASX and as such the Company is required to comply with the continuous disclosure requirements set out in the ASX Listing Rules.

In order to ensure that the Company meets its obligations with regard to the continuous disclosure requirements, the Company has adopted a Continuous Disclosure Policy.

The Continuous Disclosure Policy sets out the Company's obligations and its policies and procedures to ensure timely and accurate disclosure of price sensitive information to the market. The detail of this policy is available in the Company's charter.

Communication with Shareholders

The Company endeavours to provide shareholders with important information on the Company in a timely and efficient manner. The Company promotes direct communication with shareholders and encourages them to direct questions or requests for further information to the Managing Director or Executive Chairman, Company Secretary or the Board.

The Company has adopted a Shareholder Communication Policy to formalise its practices in this regard.

In addition to direct mailing of information to shareholders, the Company posts up to date information on the Company's activities together with copies of all information released to the ASX on its website.

Shareholder meetings are an important forum for investors to meet with the Board and senior management and discuss matters concerning the Company.

The Company's external auditor attends all annual general meetings of the Company and is available to answer shareholder questions regarding the conduct of the audit and the preparation and content of the auditor's report.

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38 Station Street
Subiaco, WA 6008
PO Box 700 West Perth WA 6872
Australia

21st September 2010

The Directors
ABM Resources NL
Level 1, 141 Broadway
NEDLANDS WA 6009

Dear Sirs,

DECLARATION OF INDEPENDENCE BY BRAD MCVEIGH TO THE DIRECTORS OF ABM RESOURCES NL

As lead auditor of ABM Resources NL for the year ended 30 June 2010, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

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

This declaration is in respect of ABM Resources NL and the entities it controlled during the period.

Brad McVeigh
Director

BDO

BDO Audit (WA) Pty Ltd

Perth, Western Australia

ANNUAL FINANCIAL REPORT

CONTENTS

The financial statements of ABM Resources NL for the year ended 30 June 2010 were authorised for issue in accordance with a resolution of the Directors on 21 September 2010 and cover the consolidated entity consisting of ABM Resources NL and its subsidiaries as required by the *Corporations Act 2001*. Separate financial statements for ABM Resources NL as an individual entity are no longer presented as a consequence of a change to the *Corporations Act 2001*. However, limited financial information for ABM Resources NL as an individual entity is included in Note 31.

The financial statements are presented in Australian currency.

ABM Resources NL is a company limited by shares, incorporated and domiciled in Australia whose shares are publicly traded on the Australian Securities Exchange.

The address of the registered office and principal place of business is:

ABM Resources NL
Level 1, 141 Broadway
NEDLANDS WA 6009

A description of the nature of the Group's operations and its principal activities is included in the review of operations and activities on pages 5 to 23 and in the Directors' Report on pages 28 to 41, both of which are not part of this financial statement.

Through the use of the internet, we have ensured that our corporate reporting is timely and complete. All press releases, financial reports and other information are available on our website: www.abmresources.com.au

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2010

		Consolidated	
		2010	2009 (restated)
	Notes	$	$
Revenue from continuing activities	4	113,204	66,515
Other income	5	169,662	401,296
Employee and Directors benefits expenses	6	(1,437,198)	(1,464,523)
Share-based payments expenses	22	(10,661,522)	-
Impairment expenses - goodwill	14	(14,463,720)	-
Lease expenses		(81,451)	(132,322)
Depreciation expenses	15	(93,808)	(155,944)
Write-down of property, plant and equipment		(14,423)	-
Consultancy expenses		(180,003)	(128,057)
Impairment of investment		-	(239,864)
Exploration and evaluation expenses		(2,373,588)	(2,254,785)
Legal fees		(182,747)	(111,432)
Other expenses	6	(918,509)	(575,604)
Loss before income tax expense		(30,124,103)	(4,594,720)
Income tax expense		-	-
Loss for the year		(30,124,103)	(4,594,720)
Loss attributable to members of ABM Resources NL		(30,124,103)	(4,594,720)
Other comprehensive income			
Foreign currency translation differences		79,298	128,113
Net change in fair value of available-for-sale financial assets		-	18,000
Total other comprehensive income for the year		79,298	146,113
Total comprehensive income for the year		(30,044,805)	(4,448,607)
Total comprehensive income for the year attributable to members of ABM Resources NL		(30,044,805)	(4,448,607)
Basic loss per share attributable to the ordinary equity holders of the Company			
Basic loss per share (cents per share)	8	(2.62)	(0.75)
Diluted earnings per share	8	n/a	n/a

The above Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 30 JUNE 2010

	Notes	30 June 2010 $	Consolidated 30 June 2009 (restated) $	1 July 2008 (restated) $
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	10	3,892,382	448,367	1,999,494
Trade and other receivables	11	1,854,992	23,912	6,665
Other current assets	12	1,488,454	44,455	256,317
TOTAL CURRENT ASSETS		7,235,828	516,734	2,262,476
NON-CURRENT ASSETS				
Trade and other receivables	11	648,527	432,145	797,534
Other financial assets	13	10,000	10,000	15,750
Intangible assets	14	-	-	-
Loan to associate		-	-	865,504
Property, plant and equipment	15	564,022	197,652	308,837
Exploration, evaluation and development expenditure	16	17,976,249	-	-
TOTAL NON CURRENT ASSETS		19,198,798	639,797	1,987,625
TOTAL ASSETS		26,434,626	1,156,531	4,250,101
LIABILITIES				
CURRENT LIABILITIES				
Trade and other liabilities	17	941,919	305,657	784,296
Provisions	18	13,956	12,462	39,450
TOTAL CURRENT LIABILITIES		955,875	318,119	823,746
NON-CURRENT LIABILITIES				
Provisions	18	175,286	227,439	411,315
TOTAL NON-CURRENT LIABILITIES		175,286	227,439	411,315
TOTAL LIABILITIES		1,131,161	545,558	1,235,062
NET ASSETS		25,303,465	610,973	3,015,040
EQUITY				
Contributed equity	19	93,231,894	59,637,775	57,593,235
Reserves	20	21,350,589	128,113	(18,000)
Accumulated losses		(89,279,018)	(59,154,915)	(54,560,195)
TOTAL EQUITY		25,303,465	610,973	3,015,040

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2010

	Notes	Consolidated 2010 $	2009 $
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		-	50,622
Payments to suppliers and employees		(1,870,968)	(1,789,042)
Interest received		95,791	66,515
Payment for environmental bonds		(216,382)	-
Payments for exploration, evaluation and development		(2,395,694)	
Other receipts		14,521	-
Net cash inflow/(outflow) from operating activities	23	(4,372,732)	(1,671,905)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		29,500	15,272
Purchase of property, plant and equipment		(483,416)	(18,062)
Proceeds from sale of other financial assets		-	365,389
Cash acquired from acquisition of ABM Resources Mozambique Limitada		-	64,857
Payments for asset acquisition of Northern Territory projects		(11,343,769)	-
Payments for acquisition of Northern Territory projects through business combination	27	(1,500,000)	-
Payments for exploration, evaluation and development		-	(1,849,528)
Net cash inflow/(outflow) from investing activities		(13,297,685)	(1,422,072)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		21,165,442	1,567,246
Share issue costs		(42,517)	(25,648)
Payment for unmarketable parcel of shares		(8,147)	-
Net cash inflow/(outflow) from financing activities		21,114,778	1,541,598
Net increase/(decrease) in cash and cash equivalents		3,444,361	(1,552,379)
Net foreign exchange differences		(346)	1,252
Cash and cash equivalents at beginning of year		448,367	1,999,494
Cash and cash equivalents at end of year	10	3,892,382	448,367

The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2010

	Notes	Contributed Equity $	Available for Sale Financial Asset Reserve $	Share-based Payment Reserve $	Employee Options Reserve $	Foreign Currency Translation Reserve $	Retained Earnings $	Total $
Balance at 1 July 2008		57,593,235	(18,000)	-	-	-	(50,321,156)	7,254,079
Retrospective adjustment for change in accounting policy	16	-	-	-	-	-	(4,239,039)	(4,239,039)
Restated balance at 1 July 2008		57,593,235	(18,000)	-	-	-	(54,560,195)	3,015,040
Comprehensive income for the year								
Loss for the year		-	-	-	-	-	(4,594,720)	(4,594,719)
Other comprehensive income								
Movement in foreign currency translation reserve		-	-	-	-	128,113	-	128,113
Movement in available for sale financial assets		-	18,000	-	-	-	-	18,000
Total comprehensive income for the year		-	18,000	-	-	128,113	(4,594,720)	(4,448,607)
Transaction with owners in their capacity as owners:								
Shares issued		1,654,402	-	-	-	-	-	1,654,402
Transaction costs		(112,803)	-	-	-	-	-	(112,803)
Shares issued to employee as compensation		502,941	-	-	-	-	-	502,941
Total transactions with owners		2,044,540	-	-	-	-	-	2,044,540
Balance at 30 June 2009		59,637,775	-	-	-	128,113	(59,154,915)	610,973
Comprehensive income for the year								
Loss for the year		-	-	-	-	-	(30,124,103)	(30,124,103)
Other comprehensive income								
Foreign currency translation differences		-	-	-	-	79,298	-	79,298
Total comprehensive income for the year		-	-	-	-	79,298	(30,124,103)	(30,044,805)
Transaction with owners in their capacity as owners:								
Shares issued		33,830,911	-	-	-	-	-	33,812,411
Transaction costs		(1,976,384)	-	-	-	-	-	(1,976,384)
Shares issued to employee in an at arm's length transaction		1,739,592	-	-	-	-	-	1,739,592
Movement in share-based payments		-	-	21,010,045	-	-	-	21,010,045
Movement in employee options reserve		-	-	-	133,133	-	-	133,133
Total transactions with owners		33,594,119	-	21,010,045	133,133	-	-	54,737,297
Balance at 30 June 2010		93,231,894	-	21,010,045	133,133	207,411	(89,279,018)	25,303,465

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

CONTENTS OF THE NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) 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, Australian Accounting Interpretations and the *Corporations Act 2001*.

Compliance with IFRS

The financial statement of ABM Resources NL also complies with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

Historical cost convention

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of available-for-sale financial assets.

Critical accounting estimates

The preparation of financial statement in conformity with AIFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the economic entities accounting policies. See Note 2 for further details.

Financial statement presentation

The group has applied the revised AASB 101 *Presentation of Financial Statements* which became effective on 1 January 2009. The revised standard requires the separate presentation of a statement of comprehensive income and a statement of changes in equity. All non-owner changes in equity must now be presented in the statement of comprehensive income. As a consequence, the Group had to change the presentation of its financial statements. Comparative information has been re-presented so that it is also in conformity with the revised standard.

Separate financial statements for ABM Resources NL as an individual entity are no longer presented as a consequence of a change to the *Corporations Act 2001*. However, limited financial information for ABM Resources NL as an individual entity is included in Note 31.

Going concern

The financial statements have been prepared on the going concern basis of accounting which assumes that the Group will be able to meet its commitments, realise its assets and discharge its liabilities in the ordinary course of business. In arriving at this position, the Directors recognise the Company is dependent on various funding alternatives to meet these commitments including share placements.

The Directors believe that at the date of signing the financial statement there are reasonable grounds to believe that having regard to matters set out above, the Group will be able to raise sufficient funds to meet its obligations as and when they fall due.

In the event that the Group does not achieve the matters set out above there is significant uncertainty whether the Group will 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 amounts stated in the financial statement.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

The financial statement does not include any adjustment relating to the recoverability or classification of recorded asset amounts or classifications of liabilities that might be necessary should the Group not be able to continue as a going concern.

(b) Principles of Consolidation

Subsidiaries

The consolidated financial statements incorporate the assets and liabilities of all controlled entities of ABM Resources NL ("Company" or "Parent Entity") as at 30 June 2010 and the results of all controlled entities for the year then ended. ABM Resources NL and its controlled entities together are referred to in this financial statement as the Group.

Subsidiaries are all those entities (including special purpose entities) over which the Group has the power to govern the financial and operating policies, generally accompanying a shareholding of more than one-half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity.

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

The acquisition method of accounting is used to account for the acquisition of subsidiaries by the Group (see Note 1(h)).

Intercompany transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

(c) Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (The Board of Directors makes the strategic decisions).

Change in accounting policy

The Group has adopted AASB 8 *Operating Segments* from 1 July 2009. AASB 8 replaces AASB 114 *Segment Reporting*. The new standard requires a 'management approach', under which segment information is presented on the same basis as that used for internal reporting purposes. There has been no impact on the measurement of the Company's assets and liabilities. Comparatives for 2009 have been restated.

(d) Foreign Currency Translation

(i) Functional and presentation currency

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The consolidated financial statements are presented in Australian dollars which is the Parent Entity's functional and presentation currency.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

(ii) Transaction and balances

Foreign currency transactions are translated into functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the closing rate at the statement of financial position date. Non-monetary items, measured at historical cost, continue to be carried at the exchange rate at the date of the transaction. Non-monetary items, measured at fair value, are reported at the exchange rate at the date when fair values were determined.

Exchange differences arising on the translation of monetary items are recognised in the profit or loss.

Exchange differences arising on the translation of non-monetary items are recognised directly in other comprehensive income.

(iii) Group companies

The results and financial position of all the Group entities (none of which has a currency of a hyperinflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- Assets and liabilities for each statement of financial position presented are translated at the closing rate at the date of that statement of financial position;
- Income and expenses for each statement of comprehensive income are translated at average exchange rates (unless this is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the dates of the transactions), and
- All resulting exchange differences are recognised as a separate component of equity.

On consolidation, exchange differences arising from the translation on any net investment in foreign entities are taken to other comprehensive income. When a foreign operation is sold a proportionate share of such exchange differences is recognised in the profit or loss, as part of the gain or loss on sale where applicable.

Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the foreign entities and translated at the closing rate.

(e) Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable.

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

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

(f) Income Tax

The income tax expense or benefit 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.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

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 consolidated financial statements. However, the deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither 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 reporting date 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 not brought to account unless realisation of the asset is probable. Deferred tax assets in relation to tax losses are not brought to account unless it is probable that the benefit will be utilised.

Deferred tax liabilities and assets are not recognised for temporary differences between the carrying amount and tax bases of investments in controlled entities where the Parent Entity 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 profit and loss, 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.

Tax consolidation legislation

ABM Resources NL and its wholly-owned Australian controlled entities have implemented the tax consolidation legislation.

The Parent Entity, ABM Resources NL, and the controlled entities in the tax consolidated group account for their own current and deferred tax amounts. These tax amounts are measured as if each entity in the tax consolidated group continues to be a stand-alone taxpayer in its own right.

In addition to its own current and deferred tax amounts, ABM Resources NL also recognises the current tax liabilities (or assets) and the deferred tax assets arising from unused tax losses and unused tax credits assumed from controlled entities in the tax consolidated group.

Assets or liabilities arising under tax funding agreements with the tax consolidated entities are recognised as amounts receivable from or payable to other entities in the Group.

Any difference between the amounts assumed and amounts receivable or payable under the tax funding agreement are recognised as a contribution to (or distribution from) wholly-owned tax consolidated entities.

(g) Leases

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged on a straight line basis.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

(h) Business Combination

Change in accounting policy

The Group has adopted AASB 3 *Business Combinations (revised)* which became effective for periods commencing on 1 July 2009. All business combinations occurring on or after 1 July 2009 are accounted for by applying the acquisition method. The change in accounting policy was applied prospectively and affected the accounting for the acquisition of the Tanami Northern Territory Tenements disclosed in Note 27. During the year acquisition costs of $455,606 were expensed by the Group and are included in exploration expenses in the Statement of Comprehensive Income.

Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, the Group takes into consideration potential voting rights that currently are exercisable. The acquisition date is the date on which control is transferred to the acquirer. Judgement is applied in determining the acquisition date and determining whether control is transferred from one party to another.

The Group measures goodwill as the excess of fair value of the consideration transferred, liabilities incurred by the Group to the previous owners of the acquiree, and equity interests issued by the Group over the fair value of net identifiable assets acquired. Consideration transferred also includes the fair value of any contingent consideration and share-based payments awards of the acquiree that are replaced mandatorily in the business combination.

Transaction costs that the Group incurs in connection with a business combination, such as legal fees, due diligence fees, stamp duty and other professional fees are expensed as incurred.

A contingent liability of the acquiree is assumed in a business combination only if such a liability represents an obligation and arises from a past event, and its fair value can be measured reliably.

(i) Cash and Cash Equivalents

For cash flow statement presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, 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 an insignificant risk of changes in value.

(j) Financial Assets

Recognition

Financial instruments are initially measured at fair value on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

Fair value

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are measured at cost.

Available-for-sale financial assets

Available-for-sale financial assets include any financial assets not included in the above categories. Available-for-sale financial assets are recognised at fair value. Unrealised gains and losses arising from changes in fair value are taken directly to other comprehensive income. On derecognition, any unrealised profits or losses on the instrument sold included in equity is recycled back to the statement of comprehensive income as part of the profit or loss on sale.

Impairment

At each reporting date, the Group assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged or significant decline in the value of the instrument is considered to determine whether any impairment has arisen. Impairment losses are recognised in the profit or loss.

Reversals of impairment losses are recognised in the statement of comprehensive income, with the exception of available for sale financial assets, which are recognised directly in other comprehensive income.

(k) Property, Plant and Equipment

Freehold land is carried at cost. All other property, plant and equipment is stated at historical cost less depreciation and impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repair and maintenance expenses are charged to the income statement during the reporting period in which they are incurred.

The capitalisation threshold for fixed assets is set in accordance with the threshold of income tax legislation. Items with a purchase price and associated costs of acquisition above the capitalisation threshold value are to be capitalised and entered into an asset register. Items with a purchase price and associated costs of acquisition below the capitalisation threshold value are to be expensed as acquired, other than where they form part of a group of similar items which are material in total.

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, as follows:

Class of Fixed Asset	Depreciation Rate
Leasehold improvements	33.3%
Plant and equipment	10% - 40%

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

(l) Exploration, Evaluation and Development Expenditure

Change in accounting policy

The Group has changed the accounting policy on exploration, evaluation and development expenditure as the Directors formed the view that the change in the Group's accounting policy would provide more relevant and reliable information to management and users of the financial statements. The Group has restated the opening statements of financial position as at 1 July 2008 and 30 June 2009, and the statement of comprehensive income for the year ended 30 June 2009.

The Group, when acquiring exploration and evaluation assets will carry those projects at acquisition value in the statement of financial position, less any subsequent impairment.

All exploration and evaluation expenditure within an area of interest will be expensed until the Directors conclude that the technical feasibility and commercial viability of extracting a mineral resource are demonstrable and that future economic benefits are probable. In making this determination, the Directors consider the extent of exploration, the proximity to existing mine or development properties as well as the degree of confidence in the mineral resource.

Where the Directors conclude that the technical feasibility and commercial viability of extracting a mineral resource are demonstrable and that future economic benefits are probable, further expenditure is capitalised as part of property, plant and equipment.

No amortisation is charged during the exploration and evaluation phase. Amortisation is charged upon commencement of commercial production. Exploration and evaluation assets are tested for impairment annually or when there is an indication of impairment, until commercially viable mineral resources are established. Upon establishment of commercially viable mineral resources, exploration and evaluation assets are tested for impairment when there is an indicator of impairment. Subsequently the assets are stated at cost less impairment provision.

(m) Trade and Other Payables

These amounts represent liabilities for goods and services provided to the Group prior to the end of financial year which are unpaid. Trade and other payables are recognised initially at fair value and subsequently at amortised cost.

(n) Borrowing Costs

Borrowing costs incurred for the construction of any qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Other borrowing costs are expensed.

(o) Provisions

Provisions for legal claims and make good obligations are recognised when the Group has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation and the amount has been reliably estimated. Provisions are not recognised for future operating losses.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the reporting date. The discount rate used to determine the present value reflects current market assessments of the time value of money and the risks specific to the liability.

(p) Employee Benefits

Provision is made for the Parent Entity's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits from wages and salaries, annual leave and long service leave have been measured at their nominal amounts plus related on-costs.

Contributions are made by the Group to employee nominated eligible superannuation funds and are charged as expenses when incurred.

The fair value of employee shares granted by ABM Resources NL under its employee share plan is recognised as an expense with a corresponding increase in equity. The fair value is measured at grant date and recognised over the period during which the employee becomes unconditionally entitled to the shares. The fair value at grant date is determined by the market value of the shares at issue date.

(q) 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. Incremental costs directly attributable to the issue of new shares or options for the acquisition of a business are not included in the cost of the acquisition as part of the purchase consideration.

If the entity reacquires its own equity instruments, for example as the result of a share buy-back, those instruments are deducted from equity and the associated shares are cancelled. No gain or loss is recognised in the profit or loss and the consideration paid including any directly attributable incremental costs (net of income taxes) is recognised directly in equity.

(r) Earnings/(Loss) per Share

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

(s) Goods and Service Tax (GST)

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the taxation authority. In this case it is recognised as part of the cost of acquisition of the asset or as part 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 statement of financial position.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the taxation authority, are presented as operating cash flows.

(t) New Accounting Standards and Interpretations

Certain new accounting standards and interpretations have been published that are not mandatory for 30 June 2010 reporting periods. The Group's and the Parent Entity's assessment of the impact of these new standards and interpretations is set out below.

(i) AASB 9 *Financial Instruments* and AASB 2009-11 *Amendments to Australian Accounting Standards arising from AASB 9* (effective from 1 January 2013)

AASB 9 *Financial Instruments* addresses the classification and measurement of financial assets and is likely to affect the Group's accounting for its financial assets. The standard is not applicable until 1 January 2013 but is available for early adoption. The Group is yet to assess its full impact. However, initial indications are that it may affect the Group's accounting for its available-for-sale financial assets, since AASB 9 only permits the recognition of fair value gains and losses in other comprehensive income if they relate to equity investments that are not held for trading. Fair value gains and losses on available-for-sale debt investments, for example, will therefore have to be recognised directly in profit or loss. The Group has not yet decided when to adopt AASB 9.

(ii) Revised AASB 124 *Related Party Disclosures* and AASB 2009-12 *Amendments to Australian Accounting Standards* (effective from 1 January 2011)

In December 2009 the AASB issued a revised AASB 124 *Related Party Disclosures*. It is effective for accounting periods beginning on or after 1 January 2011 and must be applied retrospectively. The amendment removes the requirement for government-related entities to disclose details of all transactions with the government and other government-related entities and clarifies and simplifies the definition of a related party. The Group will apply the amended standard from 1 July 2011. When the amendments are applied, the Group and the parent will need to disclose any transactions between its subsidiaries and its associates. No financial impact is expected due to the amendment on the related party disclosures.

(iii) AASB 2009-5 *Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project* (effective from 1 July 2010)

In May 2009 the AASB issued a number of improvements to:

AASB 5 *Non-Current Assets Held for Sale and Discontinued Operations*
Clarifies that disclosures required for non-current assets (or disposal groups) classified as held for sale or discontinued operations are limited to those required by AASB 5 unless disclosures are specifically required for these assets by other AASBs or assets and liabilities of a disposal group are not within the measurement requirements of AASB 5 and disclosures are required by other AASBs. There will be no impact as these requirements are only required to be applied prospectively to disclosures for non-current assets (or disposal groups) classified as held for sale or discontinued operations.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

AASB 107 *Statement of Cash Flows*
Clarifies that only expenditures that result in a recognised asset in the statement of financial position are eligible for classification as cash flows from investing activities. Initial adoption of this amendment will have no impact as the entity only recognises cash flows from investing activities for expenditures that result in a recognised asset in the statement of financial position.

AASB 136 *Impairment of Assets*
Clarifies that CGUs to which goodwill is allocated cannot be larger than an operating segment as defined in AASB 8 *Operating Segments* before aggregation. There will be no impact as these requirements are only required to be applied prospectively to goodwill impairment calculations for periods commencing on or after 1 January 2010.

AASB 101 *Presentation of Financial Statements*
Clarifies that terms of a liability that could, at the option of the counterparty, result in the liability being settled by the issue of equity instruments do not affect its classification. This means that unless the terms of such liabilities require a transfer of cash or other assets within 12 months, they do not necessarily have to be classified as current liabilities.

(iv) AASB 2010-3 *Amendments to Australian Accounting Standards arising from the Annual Improvements Project*, and AASB 2010-4 *Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project* (effective from 1 July 2010/1 January 2011)

In June 2010, the AASB made a number of amendments to the Australian Accounting Standards.

AASB 7 *Financial Instruments Disclosures*
Deletes various disclosures relating to credit risk, renegotiated loans and receivables and the fair value of collateral held. There will be no impact on initial adoption to amounts recognised in the financial statement as the amendments result in fewer disclosures only.

AASB 101 *Presentation of Financial Statements*
A detailed reconciliation of each item of other comprehensive income may be included in the statement of changes in equity or in the notes to the financial statements. There will be no impact on initial adoption of this amendment as a detailed reconciliation of each item of other comprehensive income has always been included in the statement of changes in equity.

(v) AASB Interpretation 19 *Extinguishing financial liabilities with equity instruments* and AASB 2009-13 *Amendments to Australian Accounting Standards arising from Interpretation 19* (effective 1 July 2010)

AASB Interpretation 19 clarifies the accounting when an entity renegotiates the terms of its debt with the result that the liability is extinguished by the debtor issuing its own equity instruments to the creditor (debt for equity swap). It requires a gain or loss to be recognised in profit or loss which is measured as the difference between the carrying amount of the financial liability and the fair value of the equity instruments issued. The Group will apply the interpretation from 1 July 2010. It is not expected to have any impact on the Group's financial statements since it has not entered into any debt for equity swaps.

No other Accounting Standards issued and not yet effective will have an impact on the Group.

NOTE 2: ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the entity and that are believed to be reasonable under the circumstances.

(a) 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.

Income taxes

The Group is subject to income taxes in Australia and jurisdictions where it has foreign operations.

Significant judgement is required in determining the worldwide provision for income taxes. There are many transactions and calculations undertaken during the ordinary course of business for which the ultimate tax determination is uncertain. The Group estimates its tax liabilities based on the Group's understanding of the tax law. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the current and deferred tax provisions in the period in which such determination is made.

Given the Group is in exploration stage which resulted in losses for the financial year and the comparative year, should the actual final outcome (on the judgement areas) differ by 10% from management's estimates, the Group's income tax liability would not be affected.

The Group does not recognise deferred tax assets relating to carried forward tax losses unless realisation is probable. However, the Group may utilise the unused tax losses in the future, subject to the satisfaction to meet certain tests (continuity of ownership test or same business test), at the time the losses are recouped.

Rehabilitation obligation

The Group estimates the future rehabilitation costs of the exploration locations taking into consideration facts and circumstances available at statement of financial position date. The estimate is based on the expenditure required to undertake the rehabilitation and is closely aligned with the bonds required by the government agencies taking into account amounts already expensed.

Rehabilitation obligations of the Group have a carrying value as at 30 June 2010 of $130,500 (2009: $206,000).

(b) Critical judgements in applying the Group's accounting policies

Fair value of assets acquired on business combination of Tanami Tenements

During the year ended 30 June 2010 management made significant judgements in the application of AASB 3 *Business Combinations*. The acquisition of the Tanami exploration assets from Tanami Exploration NL was identified by management as a business combination under the definitions within AASB 3 *Business Combinations* on the basis that the Group of tenements represent a business.

The valuation of the assets acquired was obtained from an independent valuation of which the preferred valuation has been utilised as the tenements fair value.

NOTE 2: ACCOUNTING ESTIMATES AND JUDGEMENTS cont'd

Details of the values attributable to the assets and liabilities as a result of this business combination can be found at Note 27.

Impairment of Goodwill

Goodwill in relation to the acquisition of Tanami Tenements was impaired given the cash flows in relation to the assets at this point in time are undeterminable (see Note 27).

NOTE 3: SEGMENT INFORMATION

The full Board of Directors, who are the chief operating decision makers, has identified two reportable segments from a geographical prospective with the mineral exploration segments being, the Northern Territory and Other segments.

The Western Australia and Africa exploration segments do not meet the quantitative thresholds required by AASB 8 for reportable segments. Information about these operating segments has been combined and disclosed as the Other segment. The Western Australia and Africa exploration segments qualify to be aggregated as both have insignificant exploration activities and are subject to divestment.

The comparative segment information has been restated to reflect the reporting format as determined in accordance with AASB 8 *Operating Segments*. Management assesses the performance of the operating segments based on a measure of exploration and evaluation expenditure for each geographical area. The measure excludes items such as the effects of share based payments expenses, interest income and corporate expenses as these activities are centralised.

	Northern Territory $	Other $	Total $
30 June 2010			
Segment revenue	-	-	-
Segment loss			
Total segment loss	(27,655,631)	(712,045)	(28,367,676)
Inter-segment loss	-	-	-
Net segment loss	(27,655,631)	(712,045)	(28,367,676)
Segment assets	18,889,960	200,741	19,090,701
30 June 2009 (restated)			
Segment revenue	-	-	-
Segment loss			
Total segment loss	-	(3,674,860)	(3,674,860)
Inter-segment loss	-	-	-
Net segment loss	-	(3,674,860)	(3,674,860)
Segment assets	-	637,003	637,003

NOTE 3: SEGMENT INFORMATION cont'd

Reconciliation of segment result to Group net profit/(loss) before tax is provided as follows:

	Consolidated 2010 $	Consolidated 2009 (restated) $
Net segment loss	(28,367,676)	(3,674,860)
Unallocated items:		
Interest revenue	113,204	66,515
Other revenue	71,407	23,869
Employee and Directors' benefits expense	(824,894)	(608,948)
Other expenses	(1,116,144)	(401,296)
Net loss before tax from continuing operations	(30,124,103)	(4,594,720)

Segment assets reconcile to total assets as follows:

	Consolidated 2010 $	Consolidated 2009 (restated) $
Segment assets	19,090,701	637,003
Cash and cash equivalents	3,668,936	439,400
Trade and other receivables	70,488	-
Other current assets	1,478,997	-
Trade and other receivables – non-current	2,068,063	-
Other financial assets	10,000	10,000
Property, plant and equipment	47,441	70,128
Total assets per statement of financial position	26,434,626	1,156,531

NOTE 4: REVENUE

	Consolidated 2010 $	Consolidated 2009 (restated) $
Interest received	113,204	66,515
	113,204	66,515

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

NOTE 5: OTHER INCOME

	Consolidated 2010 $	Consolidated 2009 (restated) $
Other income	14,521	23,869
Write-back rehabilitation provision	75,500	214,705
Foreign exchange gain	56,886	155,478
Gain from sale of property, plant and equipment	22,755	7,244
	169,662	401,296

NOTE 6: EXPENSES

	Consolidated 2010 $	Consolidated 2009 (restated) $
Employee and Directors benefits expense:		
Salary, wages and Directors' fees	1,117,955	889,355
Superannuation	77,083	73,292
Employee share plan	94,272	502,941
Share-based payments	133,133	-
Other employee benefits	14,755	(1,065)
	1,437,198	1,464,523
Other expenses:		
Bank charges	13,897	16,766
Doubtful debt expenses	7,773	99,421
Staff expenses	281,013	170,487
Settlement expenses	107,000	-
Foreign exchange loss	138,962	5,408
Other expenses	369,864	283,522
	918,509	575,604

NOTE 7: INCOME TAX EXPENSE

		Consolidated	
		2010	2009 (restated)
		$	$
a)	**Income tax expense**		
	Current tax	-	-
	Deferred tax	-	-
		-	-
b)	**Reconciliation of income tax expense to prima facie tax payable**		
	Profit/(loss) from continuing operations before income tax expense	(30,124,103)	(4,594,720)
	Tax at the Australian tax rate of 30% (2009: 30%)	(9,037,231)	(1,378,416)
	Tax effect of amounts which are not deductible (taxable) in calculating taxable income:		
	Impairment of investments	-	71,959
	Share-based payments	3,266,678	150,882
	Other permanent differences	1,213	477
		(5,769,340)	(1,155,098)
	Deferred tax assets not brought to account	5,769,340	1,155,098
	Income tax expense/(benefit)	-	-
	The applicable weighted average effective tax rates	0%	0%

The Group made an election that the Australian companies will form a tax-consolidated group from 1 July 2003. As a consequence, transactions between the member entities will be ignored.

NOTE 7: INCOME TAX EXPENSE cont'd

		Consolidated 2010 $	Consolidated 2009 (restated) $
c)	**Deferred tax liability**		
	Exploration and evaluation expenditure – Australia	5,392,875	-
	Temporary difference – Australia	-	-
		5,392,875	-
	Difference in overseas tax rates	-	-
	Off-set of deferred tax assets	(5,392,875)	-
	Net deferred tax liability recognised	-	-
d)	**Unrecognised deferred tax assets arising on timing**		
	Tax losses – Australia	21,487,987	10,515,146
	Tax losses – Mozambique	715,255	685,371
	Temporary differences – Australia	202,343	220,651
	Expenses taken into equity	540,191	125,910
		22,945,776	11,547,078
	Difference in overseas tax rate	-	-
	Off-set of deferred tax liabilities	(5,392,875)	-
	Net deferred tax assets not brought to account	17,552,901	11,547,078

No deferred tax assets have been recognised as it is not probable that future tax profits will be available to offset these balances.

NOTE 8: LOSS PER SHARE

		Consolidated 2010 Cents	Consolidated 2009 (restated) Cents
a)	**Basic loss per share**		
	Basic loss per share attributable to the ordinary equity holders of the Company	(2.62)	(0.75)

NOTE 8: LOSS PER SHARE cont'd

	Consolidated 2010 $	Consolidated 2009 (restated) $
b) Reconciliation of loss used in calculated loss per share		
Loss attributable to owners of ABM Resources NL used to calculate basic loss per share:		
Loss from continuing operations	(30,124,103)	(4,594,720)
	(30,124,103)	(4,594,720)

	Consolidated 2010 Shares	Consolidated 2009 Shares
c) Weighted average number of shares used as denominator		
Weighted average number of ordinary shares used as the denominator in calculating basic earnings per share	1,151,160,307	615,495,059

The Group does not have potential ordinary shares and therefore a diluted EPS is not presented.

NOTE 9: AUDITORS' REMUNERATION

	Consolidated 2010 $	Consolidated 2009 (restated) $
(a) Audit services		
BDO	51,597	39,149
Non BDO audit firm	-	-
Total remuneration of audit services	51,597	39,149
(b) Non-audit services		
BDO		
Tax compliance services	25,625	15,180
Total remuneration of non-audit services	25,625	15,180

NOTE 10: CASH AND CASH EQUIVALENTS

	Consolidated	
	2010 $	2009 (restated) $
Cash at bank and in hand	1,550,721	75,450
Short-term bank deposits	2,341,661	372,917
	3,892,382	448,367

The effective interest rate on short-term bank deposits ranged between 0.25% and 6% with a weighted average of 3.17%, these deposits have an average maturity of 45 days. The effective interest rate for cash at bank ranged between 0% and 3.5%.

NOTE 11: TRADE AND OTHER RECEIVABLES

	Consolidated	
	2010 $	2009 (restated) $
a) Current		
Other receivables (Note 11(i))	86,646	23,912
Provision for impaired other receivables (Note 11(i))	(7,774)	-
Loans to employees and Directors (Note 11(iv))	1,776,120	-
	1,854,992	23,912
b) Non-Current		
Bonds term deposit	648,527	432,145
	648,527	432,145

(i) Other receivables

These amounts generally arise from transactions outside the usual operating activities of the Group. As at 30 June 2010 the balance of $7,774 was impaired and a provision for $7,774 was accounted for. The other classes within other receivables do not contain impaired assets and are not past due.

(ii) Foreign exchange and interest rate risk

Information about the Group's exposure to foreign currency risk and interest rate risk in relation to other receivables is provided in Note 21(a).

NOTE 11: TRADE AND OTHER RECEIVABLES cont'd

(iii) 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 21(b) for more information on the risk management policy of the Group.

(iv) Loans to employees and Directors

Under the terms of the Company's Employee Share Plan, the Company invited eligible employees and Directors to acquire shares at an issue price determined by the Board. The price was set at 2.4 cents per share, which is an at arm's length transaction and equivalent to the share price of the capital raising that took place during the same period of time. The shares were issued for a cash consideration and the issue price was advanced by the Company by way of a loan subject to the terms of the Employee Loan Scheme which forms part of the Company's Employee Share Plan (details are contained in the Explanatory Statement to Resolution 4 of the Notice of General Meeting dated 24 March 2010). The rights to the shares lay with the holder from allotment. Escrow conditions have been placed on the transfer of the shares and the employee cannot transfer the shares unless, pre-determined continuity conditions are fulfilled and the loan relating the shares has been repaid.

NOTE 12: OTHER CURRENT ASSETS

	Consolidated	
	2010 $	2009 (restated) $
Unpaid shares issued (Note 19(a))	1,440,000	-
Prepayments	48,454	44,455
	1,488,454	44,455

NOTE 13: OTHER FINANCIAL ASSETS

	Consolidated	
	2010 $	2009 (restated) $
Available for sale financial assets:		
Securities listed on the Australian Securities Exchange	10,000	10,000
	10,000	10,000

NOTE 14: INTANGIBLES

	Consolidated	
	2010 $	2009 (restated) $
Goodwill		
Opening balance	-	-
Additions – Acquisition of Tanami Project (Note 27)	14,463,720	-
Impairment expense	(14,463,720)	-
Closing balance	-	-

The impairment charge of $14,463,720 was recognised given that cash flows at this point in time are undeterminable.

NOTE 15: PROPERTY, PLANT AND EQUIPMENT

	Consolidated	
	2010 $	2009 (restated) $
LAND AND BUILDINGS		
Freehold land and buildings		
At cost	5,430	5,611
Total land and buildings	5,430	5,611
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	833,020	1,042,220
Accumulated depreciation	(279,193)	(864,421)
Total plant and equipment	553,827	177,799
Leasehold improvements		
At cost	42,043	43,038
Accumulated depreciation	(37,278)	(28,796)
Total leasehold improvements	4,765	14,242
Total Plant and Equipment	558,592	192,041
TOTAL PROPERTY, PLANT AND EQUIPMENT	564,022	197,652

NOTE 15: PROPERTY, PLANT AND EQUIPMENT cont'd

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:

2010	Freehold Land $	Leasehold Improvements $	Plant and Equipment $	Total $
Carrying amount at the beginning of financial year	5,611	14,242	177,799	197,652
Additions	-	-	483,416	483,416
Disposals	-	(90)	(21,422)	(21,512)
Foreign exchange movements	(181)	-	(1,545)	(1,726)
Depreciation expense	-	(9,387)	(84,421)	(93,808)
Carrying amount at the end of financial year	5,430	4,765	553,827	564,022

2009 (restated)	Freehold Land $	Leasehold Improvements $	Plant and Equipment $	Total $
Carrying amount at the beginning of financial year	5,113	28,588	275,136	308,837
Additions	-	-	18,062	18,062
Acquired on business combination	-	-	33,809	33,809
Disposals	-	-	(8,028)	(8,028)
Foreign exchange movements	498	-	418	916
Depreciation expense	-	(14,346)	(141,598)	(155,944)
Carrying amount at the end of financial year	5,611	14,242	177,799	197,652

NOTE 16: EXPLORATION, EVALUATION AND DEVELOPMENT EXPENDITURE

Change in accounting policy: Exploration, Evaluation and Development Expenditure

In accordance with AASB 6 *Exploration for and Evaluation of Mineral Resources*, the Group has elected to "expense as incurred" expenditure within an area of interest. In previous reporting periods exploration and evaluation expenditure was initially capitalised and assessed for impairment on an annual basis. The Directors formed the view that the change in the Group's accounting policy would provide more relevant and reliable information to management and users of the financial statements. The Group has restated the opening balances of the financial position as at 1 July 2008 and 30 June 2009.

NOTE 16: EXPLORATION, EVALUATION AND DEVELOPMENT EXPENDITURE cont'd

	30 Jun 09 (restated) $	Increase/ (Decrease) $	30 Jun 09 $	1 Jul 09 (restated) $	Increase/ (Decrease) $	1 Jul 08 $
Consolidated Statement of Financial Position (Extract)						
Exploration, evaluation and development expenditure	-	(4,824,468)	4,824,468	-	(4,239,039)	4,239,039
Net Assets	610,973	(4,824,468)	5,435,441	3,015,040	(4,239,039)	7,254,079
Accumulated losses	(59,154,915)	(4,824,468)	54,330,447	(54,560,195)	(4,239,039)	(50,321,156)
Total Equity	610,973	(4,824,468)	5,435,441	3,015,040	(4,239,039)	7,254,079

	30 Jun 09 (restated) $	Increase/ (Decrease) $	30 Jun 09 $
Consolidated Statement of Comprehensive Income (Extract)			
Impairment of capitalised exploration expenditure	-	(2,272,645)	2,272,645
Exploration, evaluation and development expense	2,254,785	2,254,785	-
Loss before income tax	(4,594,720)	(585,428)	(4,009,292)
Income tax expense	-	-	-
Loss attributable to members of the parent entity	(4,594,720)	(585,428)	(4,009,292)

	Consolidated	
	2010 $	2009 (restated) $
Carrying amount at the beginning of financial year	-	-
Acquisition of Northern Territory tenements:		
- Business combination (Note 27)	6,411,179	-
- Assets acquisition	11,565,070	-
Carrying amount at the end of financial year	17,976,249	-

NOTE 17: TRADE AND OTHER PAYABLES

	Consolidated 2010 $	Consolidated 2009 (restated) $
CURRENT LIABILITIES (Unsecured)		
Trade payables	514,030	40,055
Sundry payables and accrued expenses	347,723	130,249
Employee entitlements annual leave	80,166	135,353
	941,919	305,657

For liquidity risk refer to Note 21(c)

NOTE 18: PROVISIONS

	Consolidated 2010 $	Consolidated 2009 (restated) $
CURRENT		
Employee benefits – Long Service Leave	13,956	12,462
	13,956	12,462
NON-CURRENT		
Mine restoration	130,500	206,000
Employee benefits – Long Service Leave	44,786	21,439
	175,286	227,439

	Mine Restoration $	Employee Benefits-Long Service Leave $	Total $
Opening balance at 1 July 2009	206,000	33,901	239,901
Additional provisions	-	21,609	21,609
Amounts used	-	-	-
Unused amounts reversed	(75,500)	-	(75,500)
Increase in the discounted amount arising due to time and effect of any change in the discount rate	-	3,232	3,232
Closing balance at 30 June 2010	130,500	58,742	189,242

NOTE 18: PROVISIONS cont'd

Provision for Employee Entitlements

A provision has been recognised for employee entitlements relating to long service leave. The measurement and recognition criteria relating to employee benefits has been included in Note 1 to this report.

Provision for Mine Restoration

A provision has been recognised for the cost to be incurred for the restoration of various mine sites based on the estimated cost. The estimated cost is determined to be the equivalent to the bonds provided to the relevant government departments reduced by restoration work completed. It is anticipated that the remaining restoration work on the various sites in Western Australia will be completed within the next year. Restoration work in the Northern Territory is completed on an ongoing basis on completion of exploration work on each prospect.

NOTE 19: CONTRIBUTED EQUITY

(a) Ordinary Shares

Details	Date	Number of Shares	Issue Price $	Value $
Opening balance	1 July 2008	562,244,664		57,593,235
Share placement – Partial allotment	28 October 2008	34,916,667	0.012	419,000
Share purchase plan	31 October 2008	9,526,677	0.016	157,000
Shares issued to Director	3 December 2008	800,000	-	-
Share placement – Partial allotment	29 December 2008	9,333,333	0.012	112,000
Share placement – Final allotment	24 February 2009	40,086,699	0.012	481,040
Share placement	27 May 2009	48,536,206	0.010	485,362
Valuation of ordinary fully paid shares released from escrow or issued at no cost				502,941
Transaction costs relating to share issues				(112,803)
Closing balance	30 June 2009	705,444,246		59,637,775

NOTE 19: CONTRIBUTED EQUITY cont'd

Details	Date	Number of Shares	Issue Price $	Value $
Opening balance	1 July 2009	705,444,246		59,637,775
Share placement – Tranche 1	17 September 2009	49,450,000	0.030	1,483,500
Options exercised	17 September 2009	250,000	0.020	5,000
Share placement – Tranche 2	15 December 2009	144,289,421	0.030	4,328,683
Shares issued as consideration for the acquisition of Northern Territory tenements from Tanami Exploration NL	18 December 2009	265,000,000	0.036	9,540,000
Share placement – Tranche 2	31 December 2009	14,593,912	0.030	437,817
Shares issued as consideration for services provided by Ochre Holdings Pty Ltd [1)]	15 January 2010	50,000,000	-	-
Shares issued as consideration for an acquisition of assets from Yuendumu Mining Company NL	15 January 2010	500,000	0.037	18,500
Share cancellation	25 February 2010	(1,200,000)	-	-
Capital raising – Allotment 1 of Tranche 1	9 March 2010	62,697,108	0.024	1,504,731
Capital raising – Allotment 2 of Tranche 1	23 March 2010	51,993,344	0.024	1,247,840
Capital raising – Allotment 1 of Tranche 2	30 March 2010	306,294,466	0.024	7,351,067
Shares issued to employees and Directors	30 March 2010	63,332,000	0.024	1,519,968
Capital raising – Allotment 2 of Tranche 2	7 April 2010	105,728,631	0.024	2,537,487
Capital raising – Allotment 3 of Tranche 2	25 May 2010	36,626,158	0.024	879,028
Shares issued to employees	25 May 2010	5,450,000	0.024	130,800
Capital raising – Allotment 4 of Tranche 2 [2)]	24 June 2010	181,935,764	0.024	4,366,458
Shares issued to employees	24 June 2010	5,223,000	0.024	125,352
Valuation of ordinary fully paid shares released from escrow or issued at no cost				94,272
Transaction costs relating to share issues				(908,545)
Closing balance	30 June 2010	2,047,608,050		93,231,894

1) 17,000,000 shares were issued to Geocrust Pty Ltd, a related party to Dr N Archibald (Note 26(d)), and 33,000,000 shares were issued to Yuriy Ltd as nominees for Ochre Holdings Pty Ltd.

2) Includes short-term receivables for a total of 60,000,000 shares at 2.4 cents per share relating to funds received in Quarter 1 2010/2011.

NOTE 19: CONTRIBUTED EQUITY cont'd

(b) Options

Information relating details of options issued, exercised and lapsed during the financial year and options outstanding at the end of the financial year, is set out in Note 22.

(c) Share Cancellation

On 25 February 2010, 1,200,000 shares have been cancelled with no value in accordance with Resolution 13 of the Annual General Meeting held on 23 November 2009.

(d) Capital Risk Management

The Group's objectives, when managing capital, are to safeguard the ability to continue as a going concern. Consistent with other exploration companies this is achieved through capital raisings and strong broker support. The Group's capital structure consists of equity comprising issued capital, reserves and accumulated losses. Operating cash flows are used to maintain and monitor the Group's operating, investing and financing activities.

The Company has raised gross proceeds from capital raisings and option exercise of $23,073,772 during the financial year.

NOTE 20: RESERVES

(a) Foreign Currency Translation Reserve

The foreign currency translation reserve is used to record exchange differences on translation of foreign controlled subsidiaries. Amounts are reclassified to profit or loss when the investment is disposed of.

(b) Share-based Payment Reserve

The share-based payment reserve is used to recognise the fair value of options issued as consideration for services provided to the Company by Ochre Holdings Pty Ltd and Blackwood Capital Limited, the purchase consideration of the Northern Territory tenements from Tanami Exploration NL, and the purchase consideration of the acquisition of assets from Yuendumu Mining Company NL. The information regarding details of options issued is set out in Note 22.

(c) Employee Options Reserve

The employee options reserve is used to recognise the value of embedded put options within employee and Director loans in accordance with the Company's Employee Loan Scheme. Detailed terms and conditions of employee and Director loans are set out in Note 11(iv)).

NOTE 21: FINANCIAL RISK MANAGEMENT

The Group's activities expose it to a variety of financial risks: market risk (including currency risk and interest rate risk), credit risk and liquidity risk. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Group.

The Board of Directors has overall responsibility for the establishment and oversight of the risk management framework and is currently formalizing the framework. Risk management is addressed and discussed at each Board meeting.

(a) Market Risk

(i) Foreign exchange risk

The Group is exposed to minimal currency risks that are denominated in a currency other that the respective functional currencies of Group entities. Transactions are primarily denominated in Australian dollar (AUD) and US dollar (USD).

(ii) Price risk

Price risk may arise from the Company’s investments classified as available-for-sale. At balance date the Company’s investment of this category is not material.

(iii) Interest rate risk

Interest rate risk for the Group is considered to be minimal. The Group had no interest attracting debts at 30 June 2010 and assets are managed with a mixture of short term and at call investments. All trade and other receivables are non-interest bearing.

The Group's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on classes of financial assets and financial liabilities, is as follows:

			Fixed Interest Rate Maturing				
2010	Weighted Average Effective Interest Rate %	Floating Interest Rate $	< 1 year $	1 - 5 year $	> 5 years $	Non Interest Bearing $	Total $
Financial Assets:							
Cash	3.64%	3,892,382	-	-	-	-	3,892,382
Receivables	-	-	-	-	-	1,854,992	1,854,992
Total financial assets		3,892,382	-	-	-	1,854,992	5,747,374
Financial Liabilities:							
Payables	-	-	-	-	-	941,919	941,919
Total financial liabilities		-	-	-	-	941,919	941,919

NOTE 21: FINANCIAL RISK MANAGEMENT cont'd

2009	Weighted Average Effective Interest Rate %	Floating Interest Rate $	Fixed Interest Rate Maturing < 1 year $	Fixed Interest Rate Maturing 1 - 5 year $	Fixed Interest Rate Maturing > 5 years $	Non Interest Bearing $	Total $
Financial Assets:							
Cash	4.66%	448,367	-	-	-	-	448,367
Receivables	-	-	-	-	-	23,912	23,912
Total financial assets		448,367	-	-	-	23,912	472,279
Financial Liabilities:							
Payables	-	-	-	-	-	305,657	305,657
Total financial liabilities		-	-	-	-	305,657	305,657

The Group's exposure to interest rate risk relates primarily to the Group's cash and cash equivalents as detailed in the above table. A sensitivity analysis has been determined based on the exposure to interest rates at reporting date with the stipulated change taking place at the beginning of the financial year and held constant throughout the reporting period. A 100 basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the possible change in interest rates.

Based on the financial instruments held at 30 June 2010, should the interest rate weaken/strengthen by 100 basis points against the effective interest rate, this would not have a material effect on the profit and loss.

(b) Credit Risk

Credit risk is managed on a Group basis. Credit risk is a risk of financial loss if the Group's counterparties are failing to discharge their obligation in respect to the Group's financial instruments held in those counterparties. Credit risk mainly arises from cash, cash equivalents, deposits with banks and receivables. The Group deposits its fund only with prudent banks with the minimum rating of "A", and the management believes they are fully recoverable from the banks when due. There are no receivables past due but not impaired.

Loans to employees and Directors relate to an at arm's length transaction whereby the employees and Directors purchased shares at market price and were granted a loan as per the Employee Loan Scheme which forms part of the Company's Employee Share Plan. The shares belong to the employees and Directors, however have been put in a holding lock until such time as the later of fulfilment of continuity conditions or loan repayment has occurred. The loan has to be repaid within 5 years.

Credit risk further arises in relation to financial guarantees given to certain parties (see Note 28 for details). Such guarantees are only provided in exceptional circumstances and are subject to Board approval.

The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets as summarised on the table below.

NOTE 21: FINANCIAL RISK MANAGEMENT cont'd

	Consolidated 2010 $	Consolidated 2009 (restated) $
Cash at bank	3,892,382	448,367
Bond term deposits	648,527	432,145
Receivables	1,854,992	23,912
Bank guarantees	46,556	46,556

(c) Liquidity Risk

The Group and Parent Entity have prudent liquidity risk management which includes maintaining sufficient funds to meet operational and exploration expenditure when they are due for payment, and the availability of funding through an adequate amount of a committed fund sources. The Group and Parent Entity manage liquidity risk by continuously monitoring forecasts and actual cash flows.

The Directors of the Group and Parent Entity place high importance on capital raising strategies and investor relations. Strategies pursued include road shows, company presentation to fund managers and sophisticated investors and pursual of strategic partnerships.

Maturities of financial liabilities

The tables below analyse the Group's and the Parent Entity's financial liabilities into relevant maturity based on the remaining period at balance date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

30 June 2010	< 6 months $	6 - 12 months $	1 - 2 years $	2 - 5 years $	> 5 years $	Total Contractual Cash Flows $	Carrying Amount $
Non-derivatives							
Non-interest bearing	941,919			46,556	-	988,475	941,919
Interest bearing	-	-	-	-	-	-	-
Total non-derivatives					-		941,919
Derivatives	-	-	-	-	-	-	-

30 June 2009	< 6 months $	6 - 12 months $	1 - 2 years $	2 - 5 years $	> 5 years $	Total Contractual Cash Flows $	Carrying Amount $
Non-derivatives							
Non-interest bearing	305,657	-	-	46,556	-	352,213	305,657
Interest bearing	-	-	-	-	-	-	-
Total non-derivatives	305,657	-	-	46,556	-	352,213	305,657
Derivatives	-	-	-	-	-	-	-

NOTE 21: FINANCIAL RISK MANAGEMENT cont'd

(d) Fair Value Estimation

The fair value of financial instruments traded in active markets is based on quoted market prices at balance date. The quoted market price used for financial assets held by the Group and Parent Entity is the current bid price.

The carrying value less impairment of trade receivables and payables are assumed to approximate their fair values due to their short-term nature. The carrying value of non-current receivables is assumed to be approximately their fair value.

The fair value of financial assets and available-for sale financial assets is determined by reference to their actual value at reporting date.

NOTE 22: SHARE-BASED PAYMENTS

The Group has issued the following share-based payments:

Blackwood Capital options	No vesting conditions	No vesting conditions
Issue date	15 Dec 09	24 Feb 09
Number of options issued and vested	20,000,000	30,000,000
Number of options exercised	-	-
Fair value at grant date (approval date)	$0.0249	$0.0057
Exercise price	$0.050	$0.020
Grant date (approval date)	15 Dec 09	24 Feb 09
Expiry date	14 Dec 12	24 Feb 11
Share price at grant date (approval date)	$0.036	$0.011
Expected price volatility of shares	124%	124%
Expected dividend yield	0%	0%
Risk free interest rate	5.12%	5.19%
Probability discount applied in relation to vesting condition	0%	0%

The above options were issued as consideration for fund raising services provided by Blackwood Capital Management Ltd to the Company.

NOTE 22: SHARE-BASED PAYMENTS cont'd

Tanami Exploration NL options issued 18 December 2009	Tranche 1 Vesting condition	Tranche 2 Vesting condition
Number of options issued and vested	150,000,000	150,000,000
Number of options exercised	-	-
Fair value at grant date (approval date)	$0.0328	$0.0328
Exercise price	$0.015	$0.015
Grant date (approval date)	23 Dec 09	23 Dec 09
Expiry date	18 Dec 14	18 Dec 14
Share price at grant date (approval date)	$0.036	$0.036
Expected price volatility of shares	124%	124%
Expected dividend yield	0%	0%
Risk free interest rate	5.12%	5.12%
Probability discount applied in relation to vesting condition	0%	0%

Options vest when the Company's shares trade at or above a minimum VWAP on the ASX of $0.03 (Tranche 1) and $0.035 (Tranche 2) over 20 consecutive days. The above options were issued as consideration for the purchase of the Northern Territory tenements by the Company from Tanami Exploration NL.

Ochre Holdings Pty Ltd options issued 15 January 2010	Tranche 1 Vesting condition	Tranche 2 Vesting condition	Tranche 3 Vesting condition
Number of options issued and vested	15,000,000	125,000,000	125,000,000
Number of options exercised	-	-	-
Fair value at grant date (approval date)	$0.0327	$0.0328	$0.0325
Exercise price	$0.010	$0.015	$0.015
Grant date (approval date)	18 Jan 10	18 Jan 10	18 Jan 10
Expiry date	18 Jan 14	18 Jan 15	18 Jan 15
Share price at grant date (approval date)	$0.036	$0.036	$0.036
Expected price volatility of shares	124%	124%	124%
Expected dividend yield	0%	0%	0%
Risk free interest rate	5.12%	5.12%	5.12%
Probability discount applied in relation to vesting condition	0%	0%	0%

NOTE 22: SHARE-BASED PAYMENTS cont'd

Options vest when the Company's shares trade at or above a minimum VWAP on the ASX of $0.02 (Tranche 1), $0.02 (Tranche 2) and $0.025 (Tranche 3) over 20 consecutive days.

The above options were issued as consideration for services provided by Ochre Holdings Pty Ltd to the Company. In addition of above options, 50,000,000 ordinary shares have been issued on 15 December 2009 at a value of $0.036 per share, being the share price at grant date (approval date).

Ochre Holdings Pty Ltd nominated Yuriy Limited to receive 176,500,000 options (Tranche 1 to Tranche 3) and Geocrust Pty Ltd, a related party to Dr N Archibald, to receive 88,500,000 options (Tranche 1 to Tranche 3) (Note 26(d)).

Yuendumu Mining Company NL options issued 15 January 2010	**No vesting conditions**
Number of options issued and vested	500,000
Number of options exercised	-
Fair value at grant date	$0.0306
Exercise price	$0.030
Grant date	15 Jan 10
Expiry date	15 Jan 14
Share price at grant date	$0.037
Expected price volatility of shares	124%
Expected dividend yield	0%
Risk free interest rate	5.12%
Probability discount applied in relation to vesting condition	0%

The above options were issued as consideration for the acquisition of assets from Yuendumu Mining Company NL.

NOTE 22: SHARE-BASED PAYMENTS cont'd

Employees and Directors put options	No vesting conditions
Number of put options	74,005,000
Fair value at grant date	$0.0145
Exercise price	$0.024
Approval date	23 Mar 10
Expiry date	23 Mar 15
Spot share price	$0.024
Expected price volatility of shares	100%
Expected dividend yield	0%
Risk free interest rate	5.41%

The fair value of the put options within employee and Director loans was valued on approval date according to the Binomial valuation model. The information regarding detailed terms and conditions of employee and Director loans is set out in Note 11(iv)).

Expenses arising from share-based payment transactions

Total expenses arising from share-based payment transactions recognised during the year were as follows:

	Consolidated	
	2010 $	2009 (restated) $
Options issued:		
Options issued as consideration for services provided by Blackwood Capital Management Ltd	172,257	-
Options issued as consideration for services provided by Ochre Holdings Pty Ltd	8,689,265	-
	8,861,522	-
Shares issued:		
Shares issued as consideration for services provided by Ochre Holdings Pty Ltd	1,800,000	-
	1,800,000	-
	10,661,522	-
Put options (employee and Director benefits expenses):		
Valuation of embedded put options within employee and Director loans (Note 11(iv))	133,133	-
	133,133	-
Total share-based payment expenses	10,794,655	-

NOTE 22: SHARE-BASED PAYMENTS cont'd

Vested Options

On 17 September 2009, 250,000 options were exercised at an exercise price of $0.02 converting to ordinary shares.

NOTE 23: CASH FLOW INFORMATION

	Consolidated	
	2010	2009 (restated)
	$	$
Reconciliation of Cash Flow from Operations with Loss after Income Tax		
Loss after income tax	(30,124,103)	(4,594,720)
Non cash investing and financing activities		
Depreciation	93,808	155,944
Impairment of capitalised exploration expenditure	-	2,858,073
Write-down of property, plant and equipment	14,423	-
Write-back of rehabilitation provision	(75,500)	(217,205)
Shares issued to employees	227,405	502,941
Gain on disposal of property, plant and equipment	(22,755)	(7,244)
Impairment of investments	-	239,863
Impairment of goodwill	14,463,720	-
Share-based payment expenses	10,661,522	-
Doubtful debt expenses	7,774	-
Interest income	(17,413)	-
Term deposit for bonds	(216,382)	-
Foreign exchange (gain)/loss	81,714	(4,405)
Changes in assets and liabilities		
(Increase)/decrease in trade and other receivables	(8,695)	(82,104)
(Increase)/decrease in trade and other payables and accruals	572,096	(4,251)
(Decrease)/increase in employee entitlements	(30,346)	(485,129)
(Increase)/decrease in provisions	-	(33,668)
Cash flow from operations	(4,372,732)	(1,671,905)

NOTE 24: NON-CASH INVESTING AND FINANCING ACTIVITIES

	Consolidated	
	2010 $	2009 (restated) $
Equity issued as consideration for the acquisition of Northern Territory Projects	19,408,700	-
Equity issued as consideration for services provided	12,636,014	
Shares issued to employees and Directors	1,870,392	-
Unpaid shares issued	1,440,000	-
Shares issued to creditors	60,000	-
Value of embedded put options within employee and Director loans	133,133	
	35,548,239	-

NOTE 25: RELATED PARTY TRANSACTIONS

Transactions between related parties occur on normal commercial terms and conditions and are no more favourable than those available to other parties unless otherwise stated. During the year loan transactions occurred between the Parent Entity and its wholly owned subsidiaries. The details of transactions with related parties of key management personnel are set out in Note 26.

NOTE 26: KEY MANAGEMENT PERSONNEL DISCLOSURES

(a) Key management personnel compensation

	Consolidated	
	2010 $	2009 (restated) $
Short-term employee benefits	644,116	645,760
Post-employment benefits	41,331	58,271
Long-term benefits	-	-
Termination benefits	-	-
Share-based payments	501,614	590,202
	1,187,061	1,294,233

(b) Share-based payments

The total amount of $501,614 has been recognised as share-based payments remuneration during the financial year ending 30 June 2010. Including $78,070 representing the value of embedded put options within Directors and other key management personnel loans in accordance with the Company's Employee Loan Scheme. The information regarding detailed terms and conditions of employee and Director loans is set out in Note 11(iv)).

NOTE 26: KEY MANAGEMENT PERSONNEL DISCLOSURES cont'd

Shares issued to Directors during the financial year ended 30 June 2009 as part of the Director's remuneration are as follows:

Grant Date	Director/Specified Executive	Share Price at Issue Date	Number of Shares Issued 2009
3 December 2008	Simon Rigby	$0.008	800,000

(c) Equity instruments

No shares were issued on exercise of remuneration options.

Details of shares held directly, indirectly or beneficially by key management personnel and their related parties are as follows:

2010	Balance at 1 July 2009	Granted as Compensation	Options exercised	Other Changes	Balance at 30 June 2010	Balance Held Nominally
Dr M Etheridge [1]	-	-	-	9,000,000	9,000,000	9,000,000
Mr I Kins	18,846,398	-	-	3,120,000	21,966,398	21,966,398
Mr D Holden [2]	-	-	-	20,166,667	20,166,667	20,166,667
Dr N Archibald [3]	-	-	-	17,833,333	17,833,333	17,833,333
Mr A Simpson [4]	1,203,398	-	-	-	1,203,398	1,203,398
Mr S Rigby [5]	800,000	-	-	-	800,000	800,000
Ms J Zimmermann	7,501,654	-	-	7,500,000	15,001,654	15,001,654
	28,351,450	-	-	57,620,000	89,971,450	89,971,450

1) Includes 3,000,000 ordinary shares held by Tectonex GeoConsultants Pty Ltd on behalf of the Etheridge Superannuation Fund, a company of which Dr M Etheridge is a Director.
2) 20,166,667 ordinary shares held by the Sinclair Family Trust as a nominee of Mr D Holden.
3) 17,833,333 ordinary shares held by Geocrust Pty Ltd on behalf of Dr N Archibald's superannuation fund, a company of which Dr N Archibald is a Director.
4) Retired 23 November 2009.
5) Retired 23 November 2009.

2009	Balance at 1 July 2008	Granted as Compensation	Options exercised	Other Changes	Balance at 30 June 2008	Balance Held Nominally
Mr I Kins	18,543,000	-	-	303,398	18,846,398	18,846,398
Mr D Reynolds [1]	800,000			-	800,000	800,000
Mr A Simpson	900,000	-	-	303,398	1,203,398	1,203,398
Mr S Rigby	-	800,000	-	-	800,000	800,000
Mr J Ariti [2]	-	-	-	-	-	-
Mr P Heydon [3]	7,332,000	-	-	-	7,332,000	7,332,000
Ms J Zimmermann	7,198,256	-	-	303,398	7,501,654	7,501,654
Mr H Kehal [4]	300,000	-	-	-	300,000	300,000
	35,073,256	800,000	-	(910,194)	36,783,450	36,783,450

NOTE 26: KEY MANAGEMENT PERSONNEL DISCLOSURES cont'd

1) Retired 31 August 2008.
2) Retired 31 December 2008.
3) Employment ceased on 15 December 2008.
4) Mr Kehal is used on an, as required basis, since the cost cutting program was put in place beginning of November 2008.

(c) Loans to Directors and other key management personnel

Details of loans provided to Directors and other key management personnel of the Group, including their related parties, are set out below.

Name	Balance at 1 July 2009 $	Interest paid and payable [1)] $	Interest not charged $	Write-down and allowance for doubtful debt $	Balance at 30 June 2010 $
Dr M Etheridge	-	144,000	-	-	144,000
Mr I Kins	-	74,880	-	-	74,880
Mr D Holden	-	-	-	-	-
Ms J Zimmermann	-	180,000	-	-	180,000
	-	878,880	-	-	878,880

1) Interest on the loan shall vary from time to time during the term and is deemed to be equivalent to dividends paid in respect of any shares issued to Employee Share Plan participants.

The value of embedded put options within Director and other key management personnel loans is set out in Note 26(b). Detailed terms and conditions of employee and Director loans are set out in Note 11(iv)) and Note 22.

No loans to Directors and other key management personnel of the Group were provided in 2009.

(d) Other transactions with Directors and other key management personnel

Tectonex Geo Consultants Pty Ltd a company related to Dr M Etheridge was paid $10,000 for consulting services during the year in addition to his Directors fees. The services were completed prior to Dr Etheridge becoming a Director of the Company.

Geocrust Pty Ltd a company related to Dr N Archibald was paid $50,000 for consultant fees in addition to his Director fees. The services were completed prior to Dr Archibald becoming a Director of the Company.

During the year ended 30 June 2010 the following options were issued to a related party of Directors.

2010	No. Options Granted [1)]	No. Options Vested	Fair Value per Option Grant Date	Exercise Price	Amounts Paid or Payable	Expire Date	Date Exercisable
Directors							
Dr N Archibald	5,000,000	5,000,000	$0.0327	$0.010	-	15/01/2014	-
	83,500,000	83,500,000	$0.0328	$0.015	-	15/01/2015	-
	88,500,000	88,500,000					

NOTE 26: KEY MANAGEMENT PERSONNEL DISCLOSURES cont'd

1) Options issued as part of 265,000,000 options issued to Ochre Holdings Pty Ltd as consideration for services provided to the Company by Ochre Holdings Pty Ltd pursuant to a services and subscription agreement dated 10 June 2009 (Note 22). These securities are held by Geocrust Pty Ltd on behalf the director's superannuation fund.

During the year ended 30 June 2010, 17,000,000 shares were issued to Geocrust Pty Ltd, a related party to Dr N Archibald, as consideration for services provided to the Company by Ochre Holdings Pty Ltd pursuant to a services and subscription agreement dated 10 June 2009 (Note 19(a)). These securities are held by Geocrust Pty Ltd on behalf the director's superannuation fund.

Mrs L Sinclair, wife of Mr D Holden, was paid $1,321 as remuneration for services rendered to the Group during the year.

Ms M. Kins, daughter of Mr I Kins, was paid $3,700 as remuneration for services rendered to the Group during the year.

O Philbey and T Philbey, sons of Ms J Zimmermann, were paid $1,005 as remuneration for services rendered to the Group during the year.

The terms and conditions of the transactions with Directors, other key management personnel and their related parties and entities were no more favourable than those available, or which might reasonably be expected to be available, on similar transactions with non-Director related parties and entities on an arm's length basis.

NOTE 27: BUSINESS COMBINATION

Acquisition of Tanami Tenements

On 18 December 2009, the Company acquired exploration tenements from Tanami Exploration NL (Tanami Tenements). The acquisition of the tenements provides the Group with significant exploration targets in the Northern Territory.

In the period of acquisition to 30 June 2010 expenses in relation to the Tanami Tenements of $818,677 have been incurred for incidental costs related to acquiring the tenements and are included in exploration expenses in the Statement of Comprehensive Income.

The following summarises the major classes of consideration transferred, and the recognised amounts of assets acquired at the acquisition date:

Consideration transferred	**$**
Cash	1,500,000
Equity Instruments (265,000,000 ordinary shares)	9,540,000
Equity Instruments (300,000,000 options over ordinary shares)	9,834,899
	20,874,899

The fair value of the ordinary shares issued was based on the share price of the Group at 23 November 2009 (approval date). The fair value of the options over ordinary shares were valued on approval date according to the Black & Scholes valuation model, see Note 22.

NOTE 27: BUSINESS COMBINATION cont'd

Identifiable assets acquired

The assets arising from the acquisition are as follows:

	Acquirer's Carrying Amount $	Fair Value $
Independent valuation of tenements	6,411,179	6,411,179

The valuation of the assets acquired were obtained from an independent technical valuation performed by Stantons International based on information provided to Stantons by CJ Stephens Consulting Pty Ltd of which the preferred valuation has been utilised as the tenements fair value.

Goodwill

Goodwill was recognised as a result of the acquisition as follows:

	$
Total consideration transferred	20,874,899
Less: Value of identifiable assets	(6,411,179)
Goodwill	14,463,720
Less: Impairment provision	(14,463,720)
Net balance	-

Given that cash flows at this point in time are undeterminable the goodwill was written off in the current period.

NOTE 28: CONTINGENCIES

(a) Loans to employees and Directors

Estimates of the potential financial effect that may become payable.

	Consolidated	
	2010 $	2009 (restated) $
The Parent Entity has provided loans to Directors and employees to provide funds for the purchase of shares in an at arm's length transaction.	1,776,120	-

NOTE 28: CONTINGENCIES cont'd

(b) Environmental

The Group provides for all known environmental liabilities. While the Directors believe that, based upon current information, its current provisions for the environmental rehabilitation are adequate, there can be no assurance that material new provisions will not be required as a result of new information or regulatory requirements with respect to known sites or identification of new remedial obligations at other sites.

(c) Bank guarantee

Estimates of the potential financial effect of contingent liabilities that may become payable.

	Consolidated	
	2010 $	2009 (restated) $
The Parent Entity has provided a bank guarantee to third party in relation to the Business Card facility. A term deposit of the same amount secures this guarantee.	25,000	25,000
The Parent Entity has provided a bank guarantee to the lessor of the Nedlands premises. A term deposit of the same amount secures this guarantee.	21,556	21,556

NOTE 29: COMMITMENTS

(a) Exploration expenditure

In order to maintain current rights of tenure to exploration tenements, the Group and the Parent Entity are required to perform minimum exploration work to meet the minimum expenditure requirements specified by various State Governments. These obligations are not provided for in the financial statement and are subject to renegotiation when application for a mining lease is made and at other times.

	Consolidated	
	2010 $	2009 (restated) $
Payable – minimum exploration expenditure		
Not later than 12 months	2,708,187	557,000
Between 12 months and 5 years	2,943,187	709,120
Greater than 5 years	-	-
	5,651,374	1,266,120

NOTE 29: COMMITMENTS cont'd

(b) Operating lease commitments

Non-cancellable operating leases contracted for but not capitalised in the financial statements.

	Consolidated	
	2010 $	2009 (restated) $
Payable – minimum exploration expenditure		
Not later than 12 months	56,287	38,715
Between 12 months and 5 years	68,686	43,630
Greater than 5 years	-	-
	124,973	82,345

The property lease for ABM's premises is a non-cancellable lease with a three-year term to 31 July 2012, with rent payable monthly in advance. One option exists to renew the lease at the end of the three-year term for an additional term of 3 years.

Contingent rental provisions within the lease agreement require the minimum lease payments shall be increased by 4% per annum which is accounted for on a straight line basis. The lease allows for subletting of all leased areas, two of the leased areas were terminated effective on 31 July 2009 and one of these areas was re-leased under the same terms and conditions at a later stage.

NOTE 30: SUBSEQUENT EVENTS

The Group has released numerous announcements regarding exploration results at the Twin Bonanza Project, Some of these results have been referred to in the Managing Director's review of operations.

On 26 July 2010, the Group completed the purchase of the remaining 15% of the Barrow Creek Regional Project from the Yuendumu Mining Company NL.

In September 2010, the Group signed an Agreement with Altera Resources Limited for the surrender of the Gascoyne exploration licences.

NOTE 31: PARENT ENTITY INFORMATION

The following information relates to the parent entity ABM Resources NL. The information presented has been prepared using accounting policies that are consistent with those presented in Note 1.

NOTE 31: PARENT ENTITY INFORMATION cont'd

	2010 $	2009 (restated) $
Current assets	13,827,339	744,619
Non-current assets	12,503,011	453,422
Total assets	26,330,350	1,198,041
Current liabilities	947,099	308,365
Non-current liabilities	79,786	56,439
Total liabilities	1,026,885	364,804
Net assets	25,303,465	833,237
Contributed equity	93,231,894	59,637,775
Reserves	21,143,178	-
Retained earnings	(89,071,607)	(58,804,538)
Total equity	25,303,465	833,237
Profit/(loss) for the year	(30,267,069)	(4,776,294)
Other comprehensive income/(loss) for the year	-	18,000
Total comprehensive income/(loss)	(30,267,069)	(4,748,294)

Contingent Liabilities

As detailed in Note 28, ABM Resources NL has a contingent liability in respect of exploration expenditure, bank guarantee environmental rehabilitation and Director and employee loans.

Commitments

As detailed in Note 29, ABM Resources NL has a operating lease commitment at the end of financial year.

NOTE 32: COMPANY DETAILS

The registered office of the Group and principal place of business is:

ABM Resources NL
Level 1, 141 Broadway
NEDLANDS WA 6009

DIRECTORS' DECLARATION

The Directors of the Group declare that:

1. the financial statements, comprising the Statement of Comprehensive Income, Statement of Financial Position, Statement of Cash Flows, Statement of Changes in Equity, and accompanying notes, as set out on pages 52 to 98 are in accordance with the *Corporations Act 2001*, and:

   (a) comply with Accounting Standards and the Corporations Regulations 2001; and

   (b) give a true and fair view of the financial position as at 30 June 2010 and of the performance for the year ended on that date of the Group;

2. the Managing Director and the Chief Financial Officer of the Group have each declared as required by Section 295A that:

   (a) the financial records of the Group for the financial year have been properly maintained in accordance with Section 286 of the *Corporations Act 2001*;

   (b) the financial statements and notes for the financial year comply with the Accounting Standards; and

   (c) the financial statements and notes for the financial year give a true and fair view.

3. in the Directors' opinion there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

4. The remuneration disclosures set out on pages 33 to 39 of the Directors' report comply with Section 300A of the *Corporations Act 2001*.

5. The Group has included in the notes to the financial statements an explicit and unreserved statement of compliance with International Financial Reporting Standards.

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

Dated this 21st day of September 2010

MIKE ETHERIDGE
Non-Executive Chairman

DARREN HOLDEN
Managing Director

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Fax: +8 6382 4601
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Subiaco, WA 6008
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Australia

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF ABM RESOURCES NL

Report on the Financial Report

We have audited the accompanying financial report of ABM Resources NL, which comprises the statement of financial position as at 30 June 2010, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the year's end or from time to time during the financial year.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the 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 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. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements,* that the financial statements comply with *International Financial Reporting Standards*.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's 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 entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001* would be in the same terms if it had been given to the directors at the time that this auditor's report was made.

Auditor's Opinion

In our opinion:

(a) the financial report of ABM Resources NL 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 2010 and of its performance for the year ended on that date; and
  - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001; and

(a) the financial report also complies with *International Financial Reporting Standards* as disclosed in Note 1.

Material Uncertainty Regarding Continuation as a Going Concern

Without qualifying our opinion, we draw attention to Note 1(a) in the financial report, where the company will have to seek additional funding in order to progress exploitation of its exploration assets. If the company is unable to obtain additional funding it may indicate the existence of a material uncertainty which may cast significant doubt on the company's ability to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business at the values stated in this financial report.

Report on the Remuneration Report

We have audited the Remuneration Report included in the directors' report for the year ended 30 June 2010. The directors of the company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

Auditor's Opinion

In our opinion, the Remuneration Report of ABM Resources NL for the year ended 30 June 2010, complies with section 300A of the *Corporations Act 2001*.

BDO Audit (WA) Pty Ltd

BDO

Brad McVeigh
Director

Perth, Western Australia
Dated this 21st day of September 2010

ADDITIONAL INFORMATION FOR LISTED PUBLIC COMPANIES

Additional information required by the Australian Securities Exchange Limited and not shown elsewhere in this report is set out below. The information was prepared based on share registry information processed up to 15 September 2010.

1. Shareholdings

(a) Distribution of shareholders

Size of holding category (number of shares held)	Number of Holders Ordinary Shares
1 – 1,000	40
1,001 – 5,000	104
5,001 – 10,000	191
10,001 – 100,000	1,256
100,001 and over	978
	2,569

(b) The number of shareholders holding less than a marketable parcel

The number of shareholders holding less than a marketable parcel is 432.

(c) The names of the substantial shareholders

The name of the substantial shareholder listed in the holding Company's register is:

Shareholders	Number of Ordinary Shares	% Held of Issued Ordinary Capital
Tanami Exploration NL	441,751,569	21.57%

(d) Voting rights

The voting rights attached to each class of equity security are as follows:

Ordinary shares

Each ordinary share is entitled to one vote when a poll is called, otherwise each member present at a meeting or by proxy has one vote on a show of hands.

ADDITIONAL INFORMATION FOR LISTED PUBLIC COMPANIES

1. Shareholdings cont'd

(d) 20 largest shareholders – Ordinary shares

	Name	Number of Ordinary Fully Paid Shares Held	% Held of Issued Ordinary Capital
1.	Tanami Exploration NL	441,751,569	21.57%
2.	Jemaya Pty Ltd	57,903,812	2.83%
3.	Citicorp Nominees Pty Ltd	57,804,472	2.82%
4.	HSBC Custody Nominees	51,463,188	2.51%
5.	Sun Hung Kai Investment Services	43,333,333	2.12%
6.	Yuriy Ltd	33,000,000	1.61%
7.	Jemaya Pty Ltd	31,100,000	1.52%
8.	Valentino Nominees Pty Ltd	26,000,000	1.27%
9.	ANZ Nominees Ltd	25,091,232	1.23%
10.	CS Fourth Nominees Pty Ltd	22,500,000	1.10%
11.	Nathan John Featherby	21,289,795	1.04%
12.	Emma Radford	20,833,333	1.02%
13.	Nathan John Featherby	20,422,765	1.00%
14.	Darren John Holden	20,000,000	0.98%
15.	Deauville Investments Pty Ltd	20,000,000	0.98%
16.	Gold Elegant HK Investments Ltd	20,000,000	0.98%
17.	Rexfam Cons Pty Ltd	18,881,667	0.92%
18.	Geocrust Pty Ltd	17,000,000	0.83%
19.	Emma Radford	16,863,397	0.82%
20.	Perth Select Seafoods Pty Ltd	16,000,000	0.78%
		981,238,563	47.92%

2. Company Secretary

The name of the Company Secretary is Ms Jutta Zimmermann.

3. Principal Registered Office

The address of the principal registered office in Australia is:

ABM Resources NL
Level 1, 141 Broadway
NEDLANDS WA 6009
Phone: +61 8 9423 9777
Fax: +61 8 9423 9733

4. Register of Securities

Registers of securities are held at the following address:

Security Transfer Registrars Pty Limited
770 Canning Highway
APPLECROSS WA 6153

5. Stock Exchange Listing

Quotation has been granted for all the ordinary shares of the Company on all Member Exchanges of the Australian Securities Exchange Limited.

6. Unquoted Securities

The Company has issued a total of 632,117,340 unlisted options as follows:

Number of options	Exercise Price Cents	Expiry Date
46,617,340	2.0	24 February 2011
20,000,000	5.0	14 December 2012
300,000,000	1.5	18 December 2014
15,000,000	1.0	15 January 2014
250,000,000	1.5	15 January 2015
500,000	3.0	15 January 2014
632,117,340		