

## Appendix 4D

Half-year report Half-Year ended 31 December 2010

Name of entity

**CWH RESOURCES LTD** (Formerly China West International Holdings Limited)

ABN 123 009230 111

<b>1.</b>	<b>Half-year ended (current period)</b>	<b>Half-year ended ("previous corresponding period")</b>
	31 December, 2010	31 December, 2009

### 2. Results for announcement to the market

\$A'000

2.1	Revenues from ordinary activities (including discontinued operations)	Down	53%	To 3,416
2.2	Loss from ordinary activities after tax attributable to members	Down	41%	To (888)
2.3	Loss for the period attributable to members	Down	41%	To (888)
	<b>Dividends (distributions)</b>	Amount per Security	Franked amount per security	
2.4	Interim dividend (Half yearly report only)	No dividends were declared	N/A	
2.5	Record date for determining entitlements to the dividend	N/A		
<p>2.6 Brief explanation of any of the figures in 2.1 to 2.4 necessary to enable the figures to be understood.</p> <p>This report should be read together with the Interim Financial Report for the half-year ended 31 December, 2010 attached and the Annual Report for the year ended 30 June 2010.</p>				

<b>3. Net Tangible Assets</b>	Current period	Previous corresponding Period
Net tangible assets per security	<b>\$0.005</b>	\$0.021

4. Dividend or distribution investment plans in operation: None

# **CWH Resources Ltd**

ACN 009 230 111



**Interim Financial Report  
For the Period Ended  
31 December 2010**

**CWH Resources Ltd ACN 009230111  
(Formerly China West International Holdings Limited)**

**Interim Financial Report - 31 December 2010**

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Your directors present this interim report on the consolidated entity (referred to here after as "the CWH Group"), consisting of CWH Resources Ltd ("the company") and its controlled entities for the half-year ended 31 December 2010.

### **Directors**

The following persons were directors of the Company at any time during or since the end of the half-year.

Bao Cheng Luo	- appointed 15 August 2003
Hock Guan Charles Sher	- appointed 15 August 2003
Ke Qin Xie	- appointed 6 October 2008
Man Chang Fu	- appointed 6 October 2008
Wei Guo Wang	- appointed 9 February 2009
Peter Blair	- appointed 20 January 2011
Anthony Mokdassi	- appointed 20 January 2011
Douglas William Sutherland	- appointed 30 April 2009, resigned 20 January 2011
Ernest Wong	- appointed 9 October 2008, resigned 20 January 2011

### **Company Secretary**

The Company secretaries are:

- Bao Cheng, Luo, who was appointed on 29 January, 2007;
- Eng Chuan, Ow, who was appointed on 12 April, 2010

### **Change of Name**

On 21 January 2011 the company changed its name from China West International Holdings Limited to CWH Resources Ltd.

### **Principal Activities**

The principal activities of the CWH Group during the half-year were:

- manufacturing and selling of building products in China
- holding investments in Australian listed companies

### **Review of Operations**

#### **Australia**

CWH Resources Ltd ("CWH") aims at broadening its shareholder base and improves its ability to seek further equity capital for its growth plans. CWH has assembled an international group of directors with a blend of corporate, strategic, industry and financial skills and experience to lead the Group in the next few years where it will seek major growth in revenue and diverse investment activities.

CWH is also one of the largest shareholders of UXA Resources Ltd.

#### **China**

On 3 June 2010, the Directors decided to sell Chongqing Yuao Building Materials Co., Ltd (a wholly owned subsidiary of CWH Resources Ltd). Refer to Note 2 for further information.

#### **Malaysia and Singapore**

The Malaysian and Singapore subsidiaries are presently non-operating.

### **Operating Results**

The net loss after tax of the CWH Group for the half-year ended 31 December 2010 was \$887,588 (2009: loss \$1,505,312). Income tax expense for the half-year was \$Nil (2009: \$215,292).

The operating results of the CWH Group for the half-year ended 31 December 2010 were not affected by any item, transaction or event of a material or unusual nature.

### **Significant Changes in the State of Affairs**

The Board made an announcement to the market on the 6 July 2010 the change in business activities and direction of the Company to focus on mining exploration and development. This change of direction is expected to be completed by the middle of 2011.

The Company's share option offer announced on 30 June 2010 has raised \$1,021,420.14.

Other than the above, there were no significant changes in the state of affairs of CWH Group during the half-year.

### **Environmental Regulation**

CWH Group is not subject to any significant environmental regulation under Australian Commonwealth or State Law.

### **Lead Auditor's Independence Declaration**

The lead auditor's independence declaration is set out on page 3 and forms part of the director's report for the half-year ended 31 December 2010.

Signed in accordance with a resolution of the directors:



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Bao Cheng Luo  
28 March 2011

**AUDITOR'S INDEPENDENCE DECLARATION**

**CWH RESOURCES LIMITED**

As lead auditor for the audit of the financial report of CWH Resources Limited for the year ended 31 December 2010, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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



**D K Swindells**  
Partner

**Sydney**  
**30 March 2011**

**CWH Resources Ltd and Controlled Entities  
Consolidated Statement of Financial Position  
As at 31 December 2010**

	Notes	Consolidated 31 Dec 2010 \$	Consolidated 30 June 2010 \$
<b>Current Assets</b>			
Cash and cash equivalents		1,659	16,445
Trade and other receivables		11,002	1,358,057
Inventories		-	1,274,735
Financial assets		371,431	154,840
Current tax assets		53,456	-
Assets classified as held for sale	2.1	8,257,351	-
<b>Total current assets</b>		<b>8,694,899</b>	<b>2,804,077</b>
<b>Non-current Assets</b>			
Other Receivables		56,997	-
Property, plant and equipment		52,695	6,319,890
Investment accounted for using equity method	9	-	206,834
<b>Total non-current assets</b>		<b>109,692</b>	<b>6,526,725</b>
<b>Total Assets</b>		<b>8,804,591</b>	<b>9,330,801</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables		213,904	5,383,658
Loans and borrowings		256,668	2,488,131
Current tax liabilities		7,270	944,989
Liabilities directly associated with assets classified as held for sale	2.2	7,891,722	-
<b>Total current liabilities</b>		<b>8,369,564</b>	<b>8,816,778</b>
<b>Non-current Liabilities</b>			
Loans and borrowings		62,418	30,060
<b>Total non-current liabilities</b>		<b>62,418</b>	<b>30,060</b>
<b>Total Liabilities</b>		<b>8,431,982</b>	<b>8,846,838</b>
<b>Net Assets</b>		<b>372,609</b>	<b>483,963</b>
<b>EQUITY</b>			
Share capital	3	14,211,964	14,137,394
Reserves		(721,098)	(1,422,762)
Accumulated losses		(13,118,257)	(12,230,669)
<b>Total Equity</b>		<b>372,609</b>	<b>483,963</b>

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

**CWH Resources Ltd**  
**Consolidated Statement of Comprehensive Income**  
**For the Half-Year Ended 31 December 2010**

	Notes	Consolidated 31 Dec 2010 \$	Consolidated 31 Dec 2009 \$
<b>Continuing operations</b>			
Sales revenue		-	7,279,996
Cost of sales		-	(6,568,929)
<b>Gross profit</b>		-	711,067
Other income	4	14,144	251,886
Distribution expenses		-	(57,284)
Personnel costs		(18,898)	(1,057,400)
Travel costs		(22,133)	(386,673)
Administrative expenses		(549,121)	(667,510)
Impairment of equity accounted investment	9	(206,684)	-
Other expenses		(2,492)	-
<b>Results from operating activities</b>		(785,134)	(1,205,914)
Finance costs		(3,753)	(84,106)
<b>Loss before income tax</b>		(788,887)	(1,290,020)
Income tax expense		-	(215,292)
<b>Loss after income tax</b>		(788,887)	(1,505,312)
<b>Loss from discontinued operation</b>	2.3	(98,701)	-
<b>Profit (loss) attributable to members of CWH Resources Ltd</b>		(887,588)	(1,505,312)
Foreign currency translation differences for foreign operations		(382,072)	(340,755)
<b>TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD</b>		(1,269,660)	(1,846,067)
<b>Earnings per share</b>			
Basic and diluted earnings (loss) per share (cents)		(1.26)	(2.14)

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



**CWH Resources Ltd**  
**Consolidated Statement of Changes in Equity**  
As at 31 December 2010

**Consolidated**

	Share Capital	Share Options Reserve	General Reserve	Foreign Currency Translation Reserve	Accumulated Losses	Total Equity
	\$	\$	\$	\$	\$	\$
<b>Balance at 1 July 2009</b>	14,172,731	-	272,800	(1,847,455)	(9,046,013)	3,552,063
Total comprehensive income for the period	-	-	-	(340,755)	(1,505,312)	(1,846,067)
Transfer to reserves	-	-	(379,867)	-	(379,867)	-
<b>Balance at 31 December 2009</b>	14,172,731	-	652,667	(2,188,210)	(10,931,192)	1,705,996
<b>Balance at 1 July 2010</b>	<b>14,137,394</b>	<b>-</b>	<b>646,067</b>	<b>(2,068,829)</b>	<b>(12,230,669)</b>	<b>483,963</b>
Total comprehensive income for the period	-	-	-	(382,072)	(887,588)	(1,269,660)
Issue of options	-	1,021,420	-	-	-	1,021,420
Options converted	74,570	(74,570)	-	-	-	-
<b>Balance at 31 December 2010</b>	<b>14,211,964</b>	<b>946,850</b>	<b>646,067</b>	<b>(2,314,015)</b>	<b>(13,118,257)</b>	<b>372,609</b>

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

**CWH Resources Ltd**  
**Consolidated Statement of Cash Flows**  
**For the Half-Year Ended 31 December 2010**

	Consolidated 31 Dec 2010	Consolidated 31 Dec 2009
	\$	\$
<b>Cash Flows From Operating Activities</b>		
Receipts from customers	3,523,469	8,924,678
Payments to suppliers, employees and others	(1,160,873)	(9,040,207)
Interest paid	(43,190)	-
Other revenue received	1,634	87,870
Others	(2,960,518)	-
<b>Net cash inflow(outflow) from operating activities</b>	<b>(639,478)</b>	<b>(27,659)</b>
<b>Cash Flows from Investing Activities</b>		
Payments for property, plant & equipment	(338,043)	(45,118)
Payments for other non-current assets	(155,500)	-
Proceeds from disposal of PPE	-	11,829
<b>Net cash inflow(outflow) from investing activities</b>	<b>(493,543)</b>	<b>(33,289)</b>
<b>Cash Flows From Financing Activities</b>		
Proceeds from issues of shares and options	997,297	-
Proceeds of loan from related parties	235,099	134,131
Repayment of loan to related parties	(62,801)	(104,768)
Others	(26,482)	-
<b>Net cash inflow(outflow) from financing activities</b>	<b>1,143,113</b>	<b>29,363</b>
<b>Net increase(decrease) in cash and cash equivalents</b>	<b>10,093</b>	<b>(31,585)</b>
Cash and cash equivalents at the beginning of the half-year	21,237	120,131
Effects of exchange rate changes on cash and cash equivalents	(3,153)	(2,911)
<b>Cash and cash equivalents at the end of the half-year</b>	<b>28,176</b>	<b>85,635</b>

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

## **Notes to the Interim Financial Statements**

### **1. Summary of Significant Accounting Policies**

CWH Resources Ltd ("CWH" or "the Company") is a company limited by shares, incorporated in Australia, whose shares are traded on the Australian Securities Exchange ("ASX") and is the ultimate holding company in the CWH Group. The consolidated interim financial report for the half-year ended 31 December 2010 comprises the Company and its controlled entities ("the CWH Group").

The nature of operations and principal activities of the CWH Group are described in the Directors' Report.

#### **(a) Statement of compliance**

The consolidated interim financial report for the half-year ended 31 December 2010 has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

The consolidated interim financial report does not include all of the notes of the type normally included in an annual financial report, and should be read in conjunction with the consolidated annual financial report of the CWH Group for the year ended 30 June 2010, and any public announcement made by CWH during the interim reporting period.

The consolidated interim financial report of CWH Resources Ltd was approved by the Board of Directors on 28 March 2011.

#### **(b) Significant accounting policies**

The accounting policies applied by the CWH Group in this consolidated interim financial report are the same as those applied by the CWH Group in the 2010 Annual Report.

#### **(c) Basis of preparation**

##### ***Historical Cost Convention***

These financial statements have been prepared under the historical cost convention.

##### ***Estimates***

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

In preparing the consolidated interim financial report, the significant judgements made by management in applying the CWH Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the 2010 Annual Report.

**Going Concern**

The financial report has been prepared on a going concern basis.

As at 31 December 2010 the balance sheet of the group shows net assets of \$372,609, of which \$365,629 relocates to a discontinued operation (refer to Note 2), leaving \$6,980 net assets of the continuing operations.

Also at that date, excluding the discontinued operation current liabilities exceeded current assets by \$20,214.

The Statement of Comprehensive Income for the half-year ended 31 December 2010 shows a loss for the period of \$887,588.

The consolidated entity is dependent on ongoing profitability and cash flow and/or the raising of equity to ensure that it can continue as a going concern. To the extent that the consolidated entity is not successful in achieving ongoing profitability, raising of equity or cash flows, there is uncertainty that the consolidated entity will continue as a going concern. The financial report does not include any adjustments to the recoverability and classification of asset amounts or to the amounts and classification of liabilities that might be necessary should the entity not continue as a going concern.

**(d) Discontinued operation**

Assets of the discontinued operation (refer to Note 2) are measured at recoverable amount (the lower of their carrying amount and fair value less costs to sell). The assets are included at 31 December 2010 at their carrying amount, which is depreciated cost.

Non-current assets of the discontinued operation are not depreciated or amortised while they are classified as held for sale.

The recoverable amount of the assets of the discontinued operation has been determined for the group of assets of the discontinued operation as a whole.

**2. Discontinued operations of Chongqing Yuao Building Materials Co., Ltd**

On 6 December 2010 CWH Resources Ltd entered into a contract to sell its investment in Chongqing Yuao Building Materials Co., Ltd ("CYABM") at a price of RMB 12,910,000 (equal to \$1,926,434 Australian Dollar as at 31 December 2010). The consideration will be paid in Australian Dollars.

This sale agreement is subject to the approval of the relevant government authority. The Directors consider that this approval will be obtained. Should the sale not proceed, adjustments might be required to recognise the fair value of the assets of the discontinued operation, of that fair value below carrying amount.

## 2.1 Assets classified as held for sale

	31 Dec 2010	30 June 2010
	\$	\$
<b>Current Assets</b>		
Cash and cash equivalents	4,484	3,284
Trade and other receivables	1,202,648	2,525,448
Inventories	1,922,975	1,274,735
Total current assets	<u>3,130,107</u>	<u>3,803,467</u>
<b>Non-current Assets</b>		
Property, plant and equipment	5,127,244	6,261,687
Total non-current assets	<u>5,127,244</u>	<u>6,261,687</u>
<b>Total Assets</b>	<u>8,257,351</u>	<u>10,065,154</u>

## 2.2 Liabilities directly associated with assets classified as held for sale

	31 Dec 2010	30 June 2010
	\$	\$
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Trade and other payables	5,490,208	2,300,434
Loans and borrowings	1,548,013	4,013,100
Current tax liabilities	853,501	1,917,633
Total current liabilities	<u>7,891,722</u>	<u>8,231,167</u>
<b>Non-current Liabilities</b>		
Loans and borrowings	-	-
Total non-current liabilities	<u>-</u>	<u>-</u>
<b>Total Liabilities</b>	<u>7,891,722</u>	<u>8,231,167</u>

**2.3 Chongqing Yuao Building Materials Co., Ltd**  
**Statement of Comprehensive Income**  
**For the Half-Year Ended 31 December 2010**

	31 Dec 2010	31 Dec 2009
	\$	\$
Sales revenue	3,415,666	7,279,996
Cost of sales	(2,838,168)	(6,568,929)
<b>Gross profit</b>	<b>577,498</b>	711,068
Other income	84,369	94,967
Other Cost of sales	(46,359)	(57,284)
Net Income before overheads	615,508	748,750
Foreign exchange gain	204,513	-
Personnel costs	(369,739)	(407,411)
Travel costs	(100,702)	(380,205)
Administrative expenses	(382,307)	(316,669)
Other operating expenses	(6,795)	-
<b>Results from operating activities</b>	<b>(39,520)</b>	(355,534)
Finance costs	(59,181)	(79,590)
<b>Loss before income tax</b>	<b>(98,701)</b>	(435,124)
Income tax expense	-	-
<b>Loss after income tax</b>	<b>(98,701)</b>	(435,124)
<b>Other comprehensive income</b>	<b>-</b>	-
<b>Total comprehensive income</b>	<b>(98,701)</b>	(435,124)

**2.4 Chongqing Yuao Building Materials Co., Ltd**  
**Cash Flow Statement**  
**For the Half-Year Ended 31 December 2010**

	31 Dec 2010	31 Dec 2009
	\$	\$
Net operating cash flows	(152,379)	100,881
Net investing cash flows	-	(33,289)
Net financing cash flows	174,052	14,363
<b>Net increase in cash generated by controlled entity</b>	<b>21,673</b>	81,955

**3. Share Capital**

	31 Dec 2010	30 Jun 2010	31 Dec 2010	30 Jun 2010
	Number of Shares	Number of Shares	\$	\$
Share Capital				
Fully paid ordinary shares	70,570,437	70,131,791	14,211,964	14,137,394

#### Movement in share capital

	2010	2010
	Number of Shares	\$
Balance at the beginning of the period	70,131,791	14,137,394
Options converted	438,646	74,570
Balance at the end of the period	<b>70,570,437</b>	<b>14,211,964</b>

#### 4. Revenue

	Consolidated 31 Dec 2010 \$	Consolidated 31 Dec 2009 \$
<b>Sales Revenue</b>		
Sales of goods to external Customer	-	7,279,996
<b>Total Sales Revenue</b>	<b>-</b>	<b>7,279,996</b>
<b>Other Income</b>		
Fair value adjustment to investments	-	8,670
Unrealised foreign exchange gain	-	148,245
Gain from stock trading	<b>12,229</b>	-
Interest income	<b>1,915</b>	-
Other	-	94,971
<b>Total Other Income</b>	<b>14,144</b>	<b>251,886</b>
<b>Total Revenue and Other Income</b>	<b>14,144</b>	<b>7,531,882</b>

#### 5. Related Party Transactions

Arrangements with related parties continue to be in place. For details of these arrangements refer to the June 2010 Annual Report.

#### 6. Subsequent Events

There were no material events subsequent to reporting date impacting upon the parent or controlled entity.

#### 7. Commitments

The CWH Group had no significant commitments for capital expenditure that were authorised and contracted as at 31 December 2010. Operating and finance lease arrangements continue to be in place and have not changed significantly to those disclosed in the June 2010 Annual Report.

## 8. Segment Information

The CWH Group in the past had 2 operating segments. The China business, consisting of a cement production plant, and the Australian business, primarily a corporate office and investor in strategic investments.

As stated in Note 2, the China business is now a discontinued operation. Information on the discontinued operation is included in Note 2.

## 9. Investment Accounted for Using Equity Method

	31 December 2010	30 June 2010
	\$	\$
Investment in unlisted entity – at cost	206,634	206,634
Impairment	(206,634)	-
	<u>-</u>	<u>206,634</u>

## 10. Borrowings - Chongqing Yuao Building Materials Co., Ltd.

As at 31 December 2010 a controlled entity, Chongqing Yuao Building Materials Co., Ltd, had overdue bank loans amounting to RMB 10,374,011 (equal to \$1,548,013).

The Directors expect the sale of the controlled entity to proceed and that this liability will remain with the controlled entity. Therefore the Directors consider that no liability for these borrowings will remain with the consolidated entity.

## 11. Options

6,008,353 options were issued at a price of \$0.17 per option to raise \$1,021,420. These options have an exercise price of \$Nil, and expire on 30 June 2012.

438,646 options were converted to ordinary shares during the half-year, leaving 5,569,707 options on issue at 31 December 2010.

All options issued at 31 December 2010 were vested & exercisable.



**CWH Resources Ltd and its Controlled Entities Directors' Declaration**

In the opinion of the directors of CWH Resources Ltd ("CWH or "the Company"):

- (a) the financial statements and notes set out on pages 8 to 14 are in accordance with the Corporations Act 2001, including:
  - (i) giving a true and fair view of the CWH Group's financial position as at 31 December 2010 and its performance for the half-year ended on that date; and
  - (ii) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001;
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors:



Bao Cheng Luo  
*Chairman of the Board*

Dated this 28 March 2011

**CWH RESOURCES LIMITED  
(formerly China West International Holdings Limited)**

**INDEPENDENT AUDITOR'S REVIEW REPORT**

To the members of CWH Resources Limited

We have reviewed the accompanying half-year financial report of CWH Resources Limited ("the Company") which comprises the statement of financial position as at 31 December 2010, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, other selected explanatory notes and the directors' declaration of the consolidated entity comprising the Company and the entities it controlled at the half-year end or from time to time during the half-year.

**Directors' Responsibility for the Half-Year Financial Report**

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

**Auditor's Responsibility**

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2010 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of CWH Resources Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our review was not designed to provide assurance on internal controls.

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

**CWH RESOURCES LIMITED**  
**(formerly China West International Holdings Limited)**

**INDEPENDENT AUDITOR'S REVIEW REPORT (continued)**

**Independence**

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

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of CWH Resources Limited, would be in the same terms if given to the directors as at the time of this auditor's report.

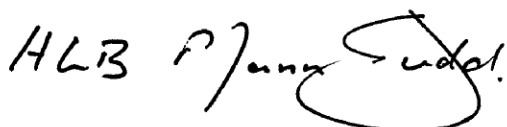
**Conclusion**

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

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2010 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

**Emphasis of Matter**

Without qualifying our opinion, we draw attention to Note 1 in the half-year financial report in relation to the ability of the consolidated entity to continue as a going concern. These matters noted in Note 1 indicate the existence of a material uncertainty that may cast significant doubt about the consolidated entity's ability to continue as a going concern, and therefore the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business.



**HLB MANN JUDD**  
**Chartered Accountants**



**D K Swindells**  
**Partner**

**Sydney**  
**30 March 2011**