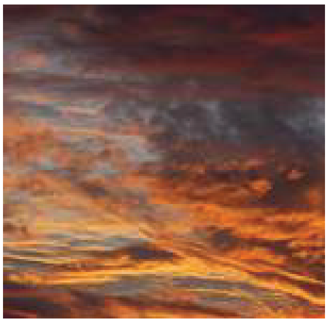
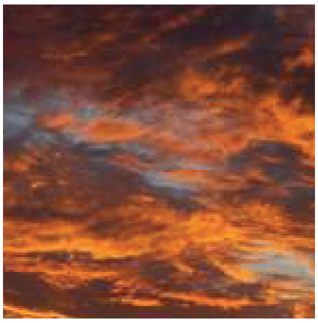
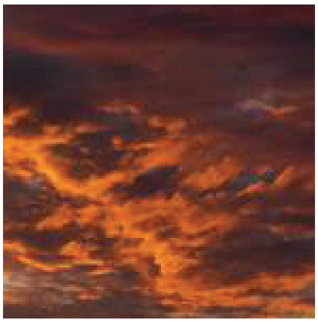
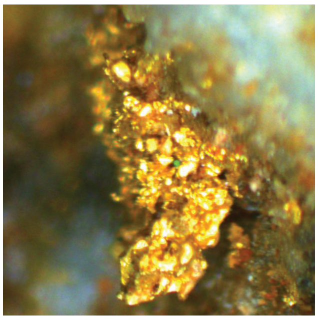
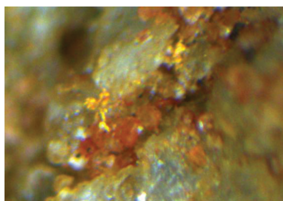
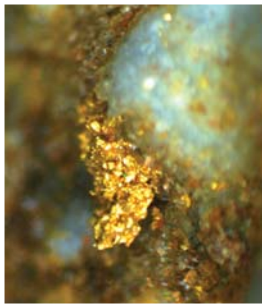
ABM RESOURCES NL
ANNUAL REPORT

2013



DISCOVERY

Corporate Directory

ABN 58 009 127 020 ACN 009 127 020

Directors	Dr Michael Etheridge (Chairman) Mr Darren Holden (Managing Director) Mr Imants Kins Mr Graeme Sloan Mr Andrew Ferguson (appointed 9 July 2012)
Secretary	Ms Jutta Zimmermann
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	Level 1, 141 Broadway NEDLANDS WA 6009 Telephone: +61 8 9423 9777 Fax: + 61 8 9423 9733 Website: www.abmresources.com.au Email: admin@abmresources.com.au
Postal Address	Level 1, 141 Broadway NEDLANDS WA 6009

Contents

	Page
Chairman's Report	4
Managing Director's Report – Review of Operations	6
Summary of Mining Tenements and Areas of Interest	44
Directors' Report	47
Corporate Governance Statement	60
Auditor's Independence Declaration	66
Consolidated Statement of Profit or Loss and Other Comprehensive Income	69
Consolidated Statement of Financial Position	70
Consolidated Statement of Cash Flows	71
Consolidated Statement of Changes in Equity	72
Notes to the Consolidated Financial Statements	73
Directors' Declaration	109
Independent Auditor's Report to the Members	110
Additional Information for Listed Public Companies	112

Dear Shareholder

I AM VERY PLEASED TO REPORT THAT YOUR COMPANY HAS ACHIEVED A NUMBER OF SIGNIFICANT MILESTONES DURING THIS PAST YEAR, AS IT MAKES THE TRANSITION FROM EXPLORATION TO TRIAL MINING AND BEYOND.

- During the first half of the year, work focussed on the systematic surface sampling program and drilling at the Old Pirate high-grade gold project and its satellites. The discovery of the modest-sized but very high-grade deposit at Golden Hind was a highlight.

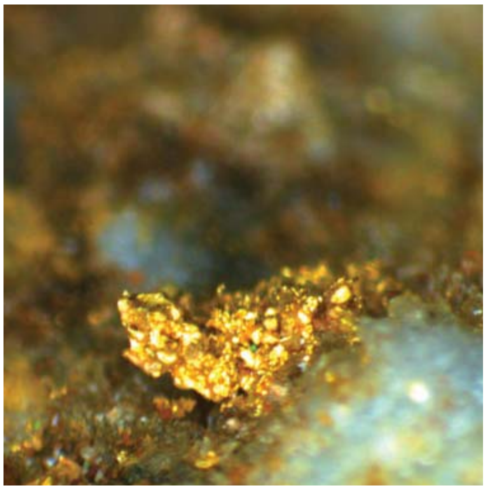
- Metallurgical test work on Old Pirate samples by two independent contractors demonstrated recoveries of well in excess of 90% using gravity methods alone. This gave the company the confidence to push ahead with permitting and planning for mining and gravity processing of a 10,000 tonne bulk sample, as allowed under Northern Territory exploration licence conditions.

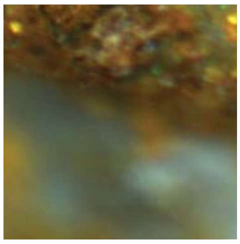
- In February, the Company announced a resource estimation upgrade for the Old Pirate Project and resource update focussing on the higher grade portions of the Buccaneer project. The resources form the basis for short, medium and longer term strategic considerations for developing and mining at the Twin Bonanza Gold Camp.

- In March, the Company received all permits for the 10,000 tonne bulk sample and trial gravity processing. The board approved the budget of $5M to $6M for plant purchase and other site costs to enable the trial mining and processing to commence early in FY 2014. Since year end, we have announced the commencement of mining from several parts of the Old Pirate system and the commissioning of the gravity processing plant. Production from the trial mining is expected to be completed during October 2013, and to deliver revenue of between $4M and $5M at the resource grade of around 10g/t. The Company considers that the trial mining and processing will provide what is a feasibility study, while minimising capital cost and risk.

- During the year, the Company also laid out its plans to move as seamlessly as possible from trial mining (Stage 1), to an initial 150,000 tonne per annum production plan using essentially the same plant as in the trial (Stage 2), to a potential 300,000 tonne per annum throughput with low capital cost expansion of the plant, mining fleet and site upgrade, all funded from cash flow. The Mineral Lease (ML) application based on this plan is advancing through the various steps and organisations required, and the Company is hopeful of receiving the ML and all relevant permits late in 2013.

- In order to provide a financial buffer, mainly against delays in licensing and permitting, the Company has announced since year-end that it has entered into an agreement with the ANZ Banking Group for the provision of up to $10M in financing. The loan will only be triggered on successful completion of the trial mining and processing, and will be drawn down at the Company's discretion.





In what has been a true *annus horribilis* for the global gold mining and exploration industry, your Company's share price tracked the ASX gold index downwards for the last three quarters of FY 2013, despite the very positive progress outlined above. However, it has bounced back well since year-end, as progress has been reported on the trial mining process and there has been wider acceptance of the Company's strong financial position and its prudent, risk-managed approach to development.

Despite the weakening in gold price and the adverse market conditions during the year, your Company has steadily advanced its Old Pirate high-grade gold project, while minimising financial and operational risk. The measured transition from exploration to trial mining has required everyone in the company to be flexible, adaptive and innovative, while working to tight time and financial constraints. As I said last year, your company is in very good hands and everyone is focused as we work towards becoming a profitable gold producer. FY 2014 promises to be a transformational year for the Company, and it has begun promisingly.

MIKE ETHERIDGE

Darren Holden

OVERVIEW

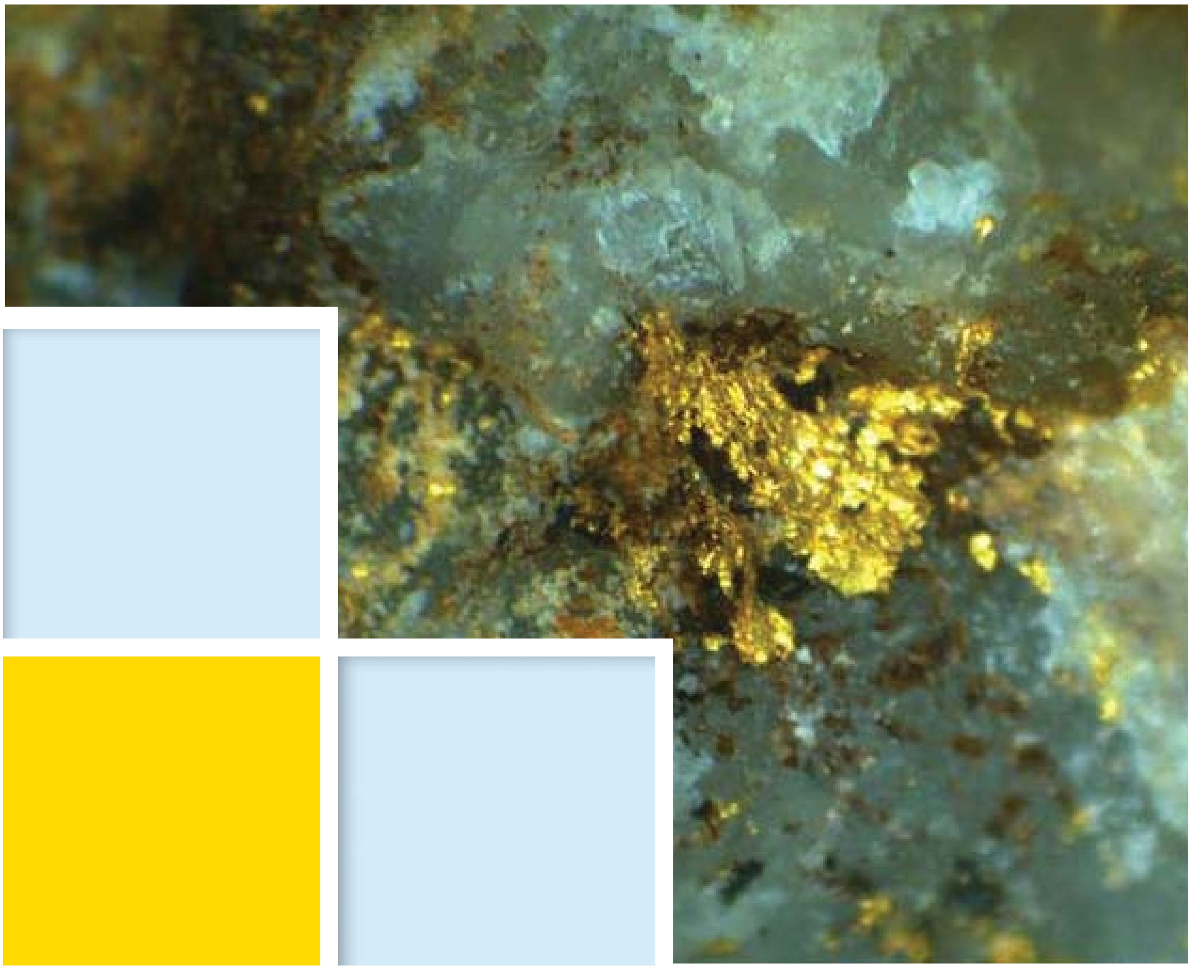
ABM FOCUSSED ACTIVITY DURING THE YEAR ON THE TWIN BONANZA GOLD CAMP (INCLUDING THE OLD PIRATE HIGH-GRADE GOLD PROJECT AND THE BUCCANEER PORPHYRY DEPOSIT) IN THE NORTHERN TERRITORY.

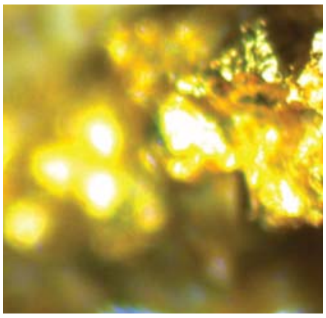
1. DELIVERING A RESOURCE UPGRADE FOR THE OLD PIRATE HIGH-GRADE GOLD PROJECT INCREASING THE OUNCES OF GOLD IN THE INDICATED RESOURCE CATEGORY BY 300% WITH A 43% INCREASE IN OUNCES OF GOLD IN TOTAL RESOURCES WITH 1.88 MILLION TONNES AVERAGING 11.96G/T (UNCUT) FOR 723,800 OUNCES OF GOLD (INFERRED AND INDICATED RESOURCE CATEGORIES).

2. DISCOVERING THE GOLDEN HIND DEPOSIT (PART OF THE OLD PIRATE HIGH-GRADE GOLD PROJECT) WITH 113,000 TONNES AVERAGING 16.45G/T GOLD FOR 59,100 OUNCES.

3. IDENTIFYING NEW HIGH-GRADE GOLD-BEARING VEINS AT SURFACE IN CLOSE PROXIMITY SUCH AS THE BERMUDA AND BERMUDA SOUTH ZONES.

4. PROGRESSING FROM EXPLORATION TO TRIAL MINING USING A STAGED APPROACH. STAGE ONE - TRIAL MINING AND PROCESSING UNDER AN EXPLORATION LICENCE IS WELL UNDERWAY.



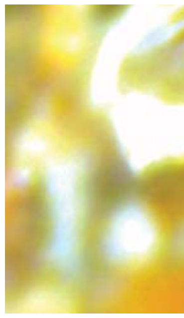


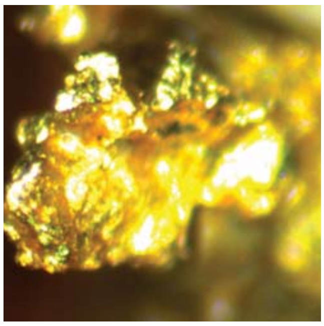
5 LODGING A MINERAL LEASE APPLICATION AND PUTTING IN PLACE INFRASTRUCTURE AT THE OLD PIRATE HIGH-GRADE PROJECT.

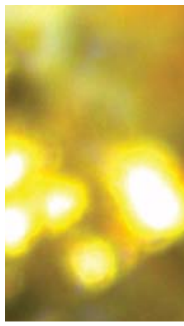
6 RE-OPTIMISING THE BUCCANEER PORPHYRY DEPOSIT RESOURCE WITH THE HIGHER GRADE RESOURCE NOW AT 15.3 MILLION TONNES AVERAGING 2.23G/T GOLD FOR A TOTAL OF 1.098 MILLION OUNCES OF GOLD (INFERRED AND INDICATED RESOURCE CATEGORIES).

7 CONTINUING REGIONAL EXPLORATION THROUGHOUT THE COMPANY'S PROJECTS IN THE NORTHERN TERRITORY.

8 EXCEEDING THE GOALS THE COMPANY SET FOR THE YEAR.





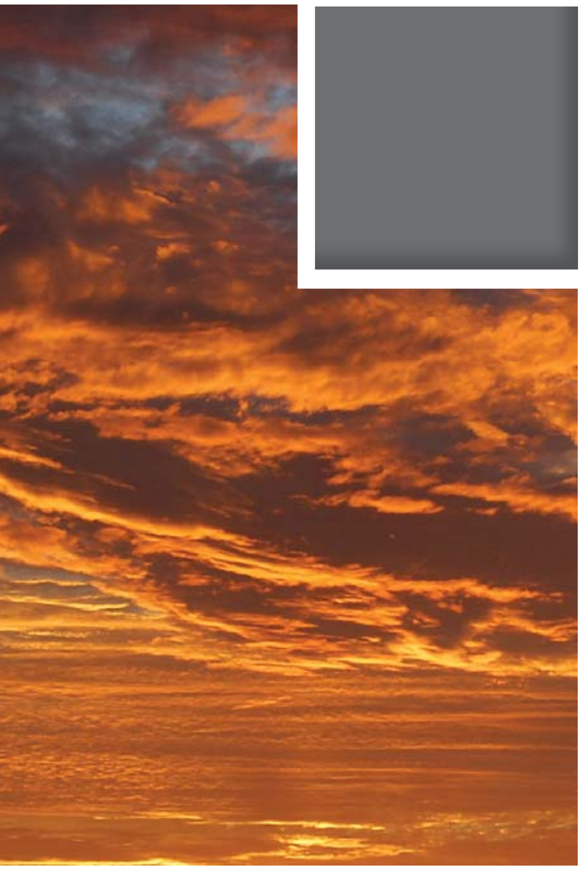


ABM RESOURCES HAS CONTINUED ITS COMMITTED PLANS OF EXPLORATION AND DISCOVERY IN THE NORTHERN TERRITORY OF AUSTRALIA.

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 2013/2014 YEAR INCLUDE:

- ADVANCING THE OLD PIRATE HIGH-GRADE GOLD PROJECT TO MINING PHASE USING A STAGED APPROACH.
- CONTINUED STUDIES AND EXTENSIONAL DRILLING AT THE BUCCANEER PORPHYRY PROJECT.
- CONTINUED EXPLORATION ON THE WIDER TWIN BONANZA GOLD CAMP PROJECT AREA (INCLUDING OLD PIRATE AND BUCCANEER).
- CONTINUE TO GENERATE AND TEST MULTIPLE TARGETS REGIONALLY FROM GRASS-ROOTS TO ADVANCED EXPLORATION PROJECTS.
- MAINTAIN AND GROW RELATIONSHIPS WITH THE COMMUNITIES AND TRADITIONAL OWNERS OF THE CENTRAL DESERT VIA THE CENTRAL LAND COUNCIL.
- CONTINUOUS IMPROVEMENT IN OH&S AND ENVIRONMENTAL MANAGEMENT, WITH THE GOAL OF ZERO HARM TO PERSONNEL AND THE ENVIRONMENT.



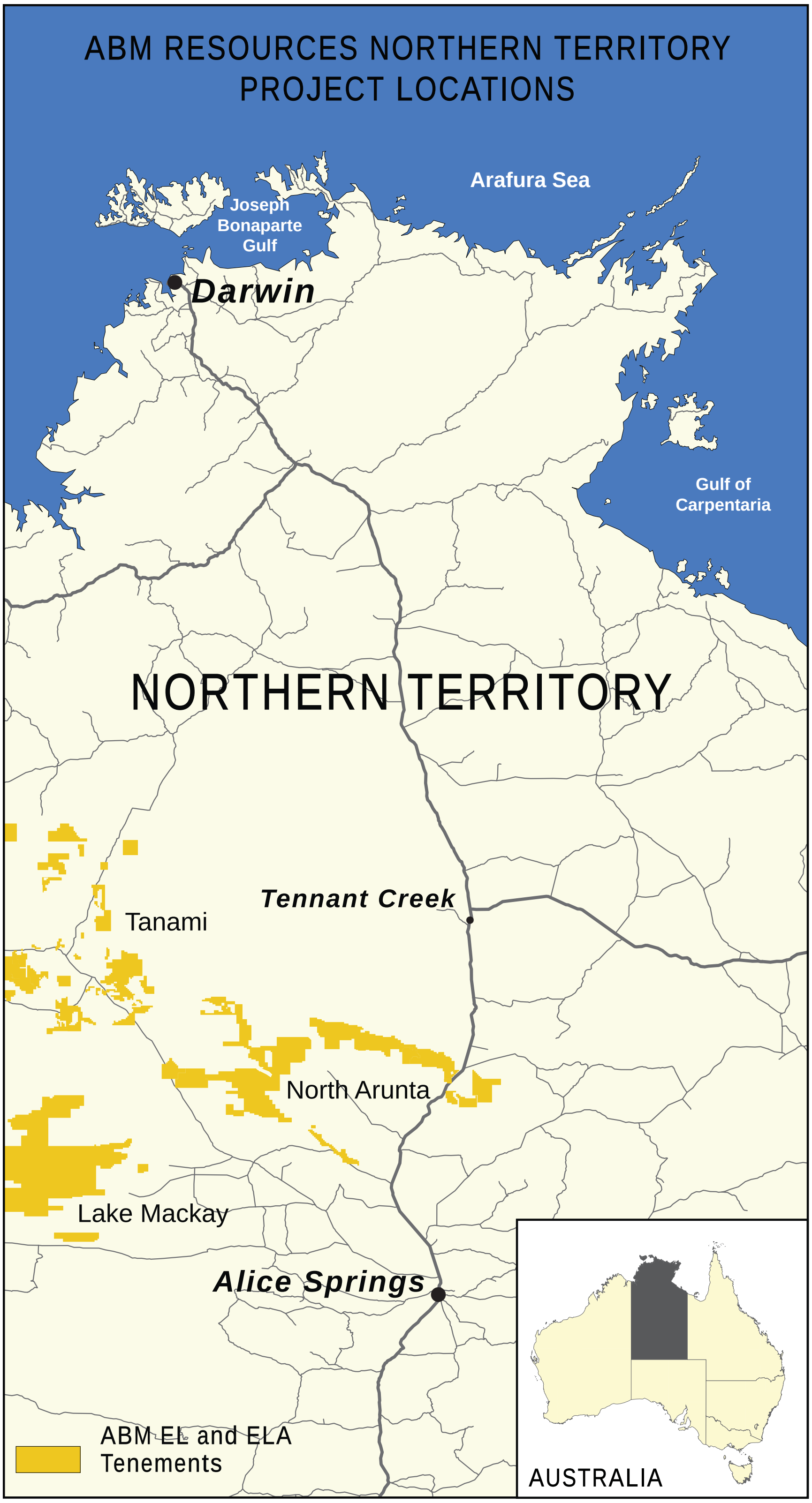


Figure 1. Regional Project Portfolio.

AUSTRALIA

NORTHERN TERRITORY

PROJECTS

The Company's leading project is the Twin Bonanza Gold Camp which comprises multiple targets including both high-grade gold deposits and porphyry style (bulk tonnage) deposits. In particular, the Old Pirate High-Grade Gold Project has a mineral resource estimate of 1.88 million tonnes at a grade of 11.96g/t gold (uncut) for 723,800 ounces of gold (indicated and inferred resource categories). Mineralised veins extend from surface to at least 200 metres depth and are open in several directions. The Buccaneer Porphyry Deposit is located approximately 4 kilometres from Old Pirate and includes a resource estimation of 15.3Mt averaging 2.23g/t gold for 1.098 million ounces of gold.

ABM is the largest exploration license holder in the Central Desert regions of the Northern Territory. The Company believes that the region will deliver further world-class gold discoveries. ABM continues to prioritise its targets and a full target summary can be found on pages 38 to 42.

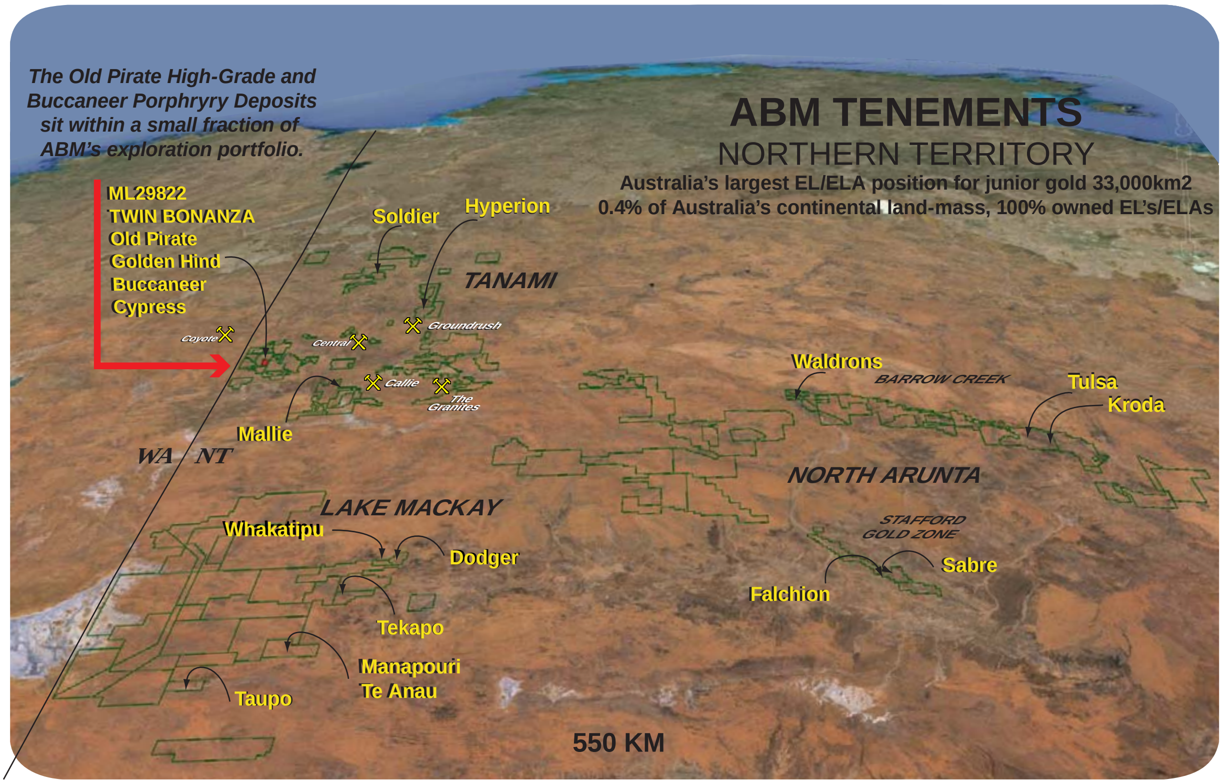
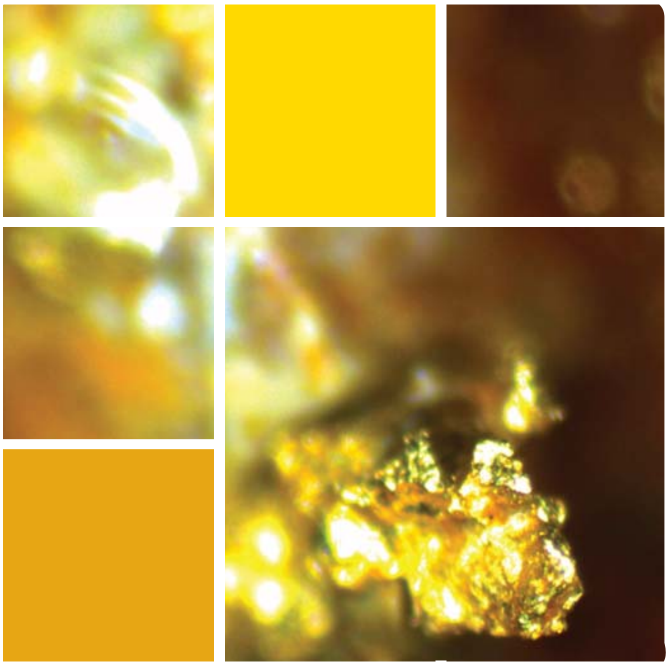


Figure 2. ABM Project Location Map in the Northern Territory.



Twin Bonanza Gold Camp

THE TWIN BONANZA GOLD CAMP CONTAINS MORE THAN THIRTY TARGETS, INCLUDING THE BUCCANEER PORPHYRY DEPOSIT AND THE OLD PIRATE HIGH-GRADE GOLD PROJECT.

Twin Bonanza is centred approximately 22 kilometres south of the Tanami Road and 14 kilometres east of the Western Australia – Northern Territory border. The Project spans the highly prospective "Trans Tanami Structure" – an inferred regional / tectonic geological feature which hosts numerous gold deposits including Newmont Asia Pacific's multi-million ounce Callie Gold Mine.

TWIN BONANZA GOLD PROJECT

3.4Moz Gold Resource in 3 years

TWIN BONANZA GOLD PROJECT	
OLD PIRATE HIGH-GRADE GOLD PROJECT	BUCCANEER PORPHYRY GOLD DISCOVERY
• **High-grade never before mined gold deposit in Australia.**	• **First gold porphyry** discovered in the district.
• Coarse visible gold **from surface to depths >200m.**	• **2.67 million ounce** resource at 0.65g/t (0.2g/t cut-off).
• **723,800 ounces at 11.96g/t** (uncut) Resource Estimation.	• **Buccaneer HGZ with: 1.1Moz gold** averaging 2.23g/t gold (1.0g/t cut-off).
• **Trial Mining in process.**	• **Significant extensional potential** with higher grade zones.
• **High Margin open-pit potential.**	

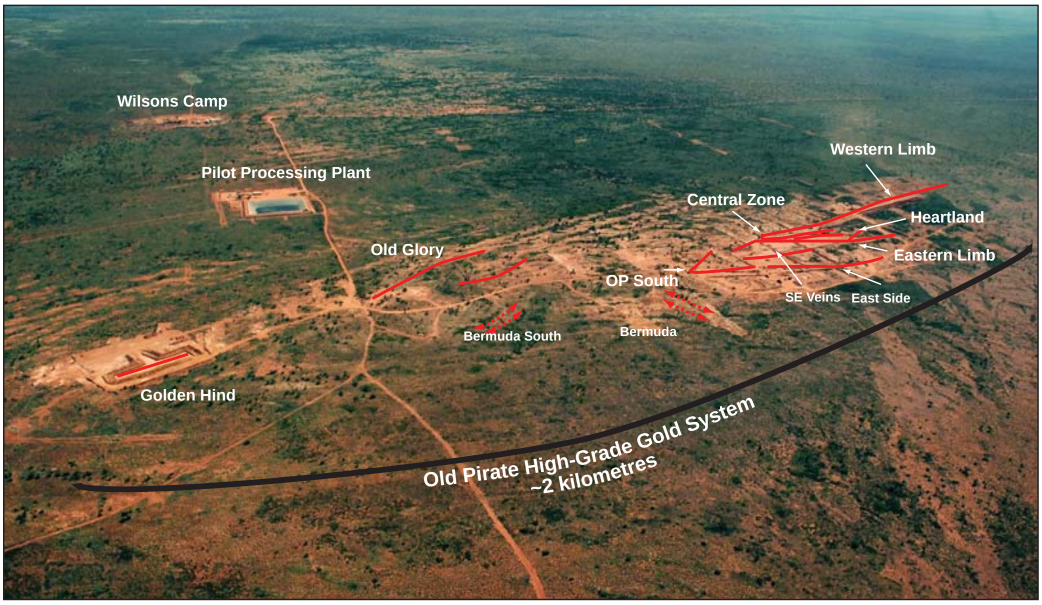


Figure 3. Aerial View of the Old Pirate High-Grade Gold Project.

OLD PIRATE – HIGH-GRADE GOLD PROJECT

The Old Pirate High-Grade Gold Project sits within a 4 kilometre long gold anomaly the northern end of which is approximately 2 kilometres from the Buccaneer Porphyry Gold Deposit.

The Old Pirate Trend consists of a series of gold-bearing quartz veins over a 1.8 kilometre strike length, consisting of 3 distinct vein clusters of mineralisation named Old Pirate, Old Glory and Golden Hind deposits. Gold mineralisation is hosted primarily within narrow quartz veins of between 20 centimetres and 6 metres in width. Mineralised zones are up to 40 metres in width and consist of multiple veins hosted primarily within sedimentary shale horizons which are part of a turbidite sequence (interbedded sandstone and shales). Structurally the turbidite sequence has been folded into a faulted anticline.

The Old Pirate veins extend from surface to depths in excess of 200 metres. Quartz veins are hosted within an interlayered sequence of shale and sandstone with the higher-grade veins preferentially following the shale units. Gold in the quartz is very coarse with grains up to 5mm commonly observed in hand specimen from surface and panned from drill chips. Due to the coarse gold, the project has a high statistical nugget effect where individual samples from the same location may record very different assay results resulting in an overall uncertainty in assessing the project. As well as detailed drilling campaigns the Company also conducted extensive programs of exposing surface veins and conducting systematic longitudinal sampling which was also used in resource estimates to aid with understanding the statistical nugget effect. The longitudinal sampling was a key innovation by the Company and resulted in allowing the Company to assess key statistical parameters, continuity and geological structure.

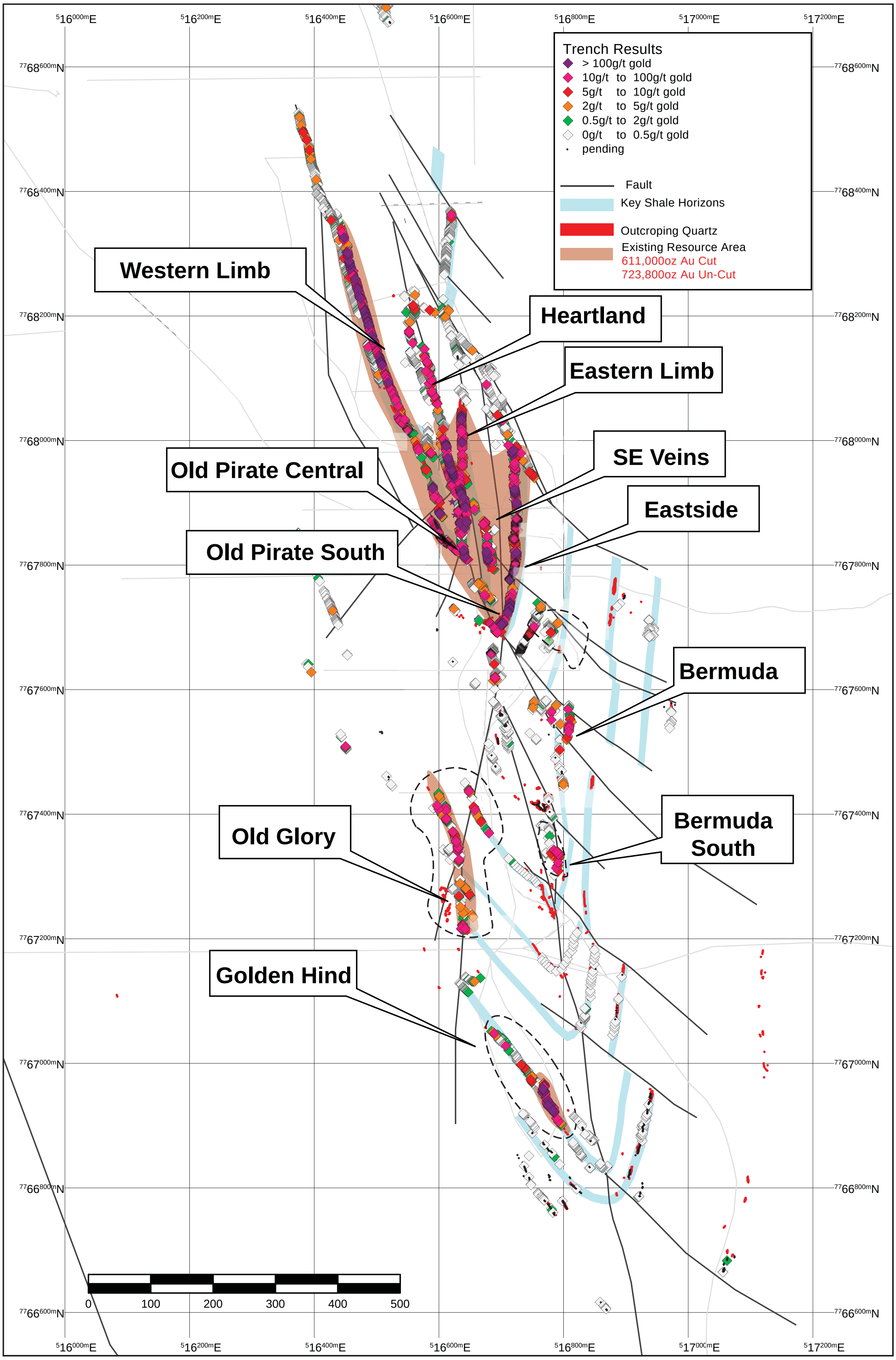


Figure 4. Old Pirate High-Grade Gold Project, surface sampling map with individual zones and veins labelled.

OLD PIRATE MINING AND MINING INFRASTRUCTURE

THE STAGED APPROACH TO DEVELOPING OLD PIRATE

The Old Pirate Gold Deposit has a total uncut mineral resource estimate of 1.88MT AVERAGING 11.96G/T GOLD FOR 723,800 OUNCES and has a number of key advantages compared to other projects in Australia. Firstly, metallurgical test work indicates that up to 97% of gold can be recovered from low cost / low capital expenditure gravity processing methods (refer release dated 05/09/2012). Abundant and frequent high-grade gold is observed in multiple quartz veins extending from surface. The project has a high coarse-gold effect (statistical nugget effect) resulting in a high variability of grade between samples, and, through trialling multiple techniques, the Company has established that the collection of larger sample sizes results in a generally higher grade assay. This sampling effect is typical in coarse gold systems where drilling generally under-calls the overall grade.

As a result, the Company is not undertaking the standard feasibility study process involving detailed drilling, but is instead conducting a staged approach to development where the Trial Mining and processing (Bulk Sampling) forms a key part of determining the costs and feasibility of a full-scale mine, and allows for ongoing 'in-mine' exploration. The Trial Mining involves installation of a gravity gold plant that will be used and expanded in the subsequent stages.

The staged process takes advantage of the low engineering risk at Old Pirate and allows the Company to keep up-front capital expenditure to a minimum. An objective is for each stage of development to be profitable / quick payback periods, and to provide the capital required for the subsequent stages from cash flow.

STAGE ONE - PILOT PROCESSING FACILITY AND TRIAL MINING

During the financial year the Company received the final authorisation to commence and is, at the time of this report, in the process of trial mining a 10,000 tonne bulk sample.

ABM commissioned a 1.8 kilometre long airstrip, expanded its existing exploration camp, including offices, ablutions and messing facilities and commissioned its pilot processing facility (Pilot Plant) for the Trial Mining. The Pilot Plant is designed to produce free gold using gravity recovery methods. It involves primary and secondary crushing followed by a jig for coarse gold and a ball mill with multiple passes through a Knelson centrifugal gravity concentrator for finer gold. The plant also includes a secure tabling and gold room where the end product will be gold dore bars. Gold-bearing material will be subject to multiple passes through gravity concentrators and the Company targets recovering between 90% and 95% of the gold, based on laboratory test work. At time of writing, the Pilot Plant has commenced commissioning.

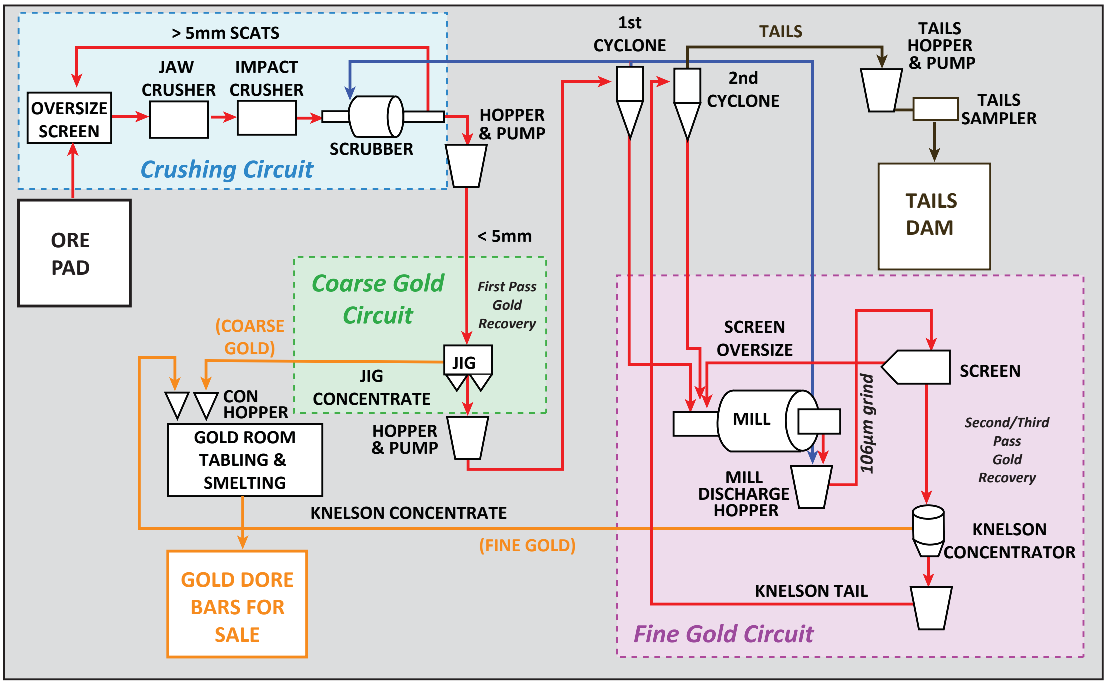
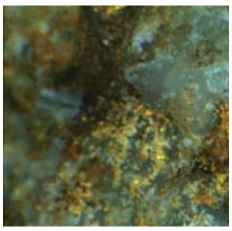
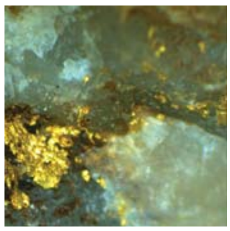


Figure 5. Process Flow Sheet for Gravity Recoverable Gold at Old Pirate.

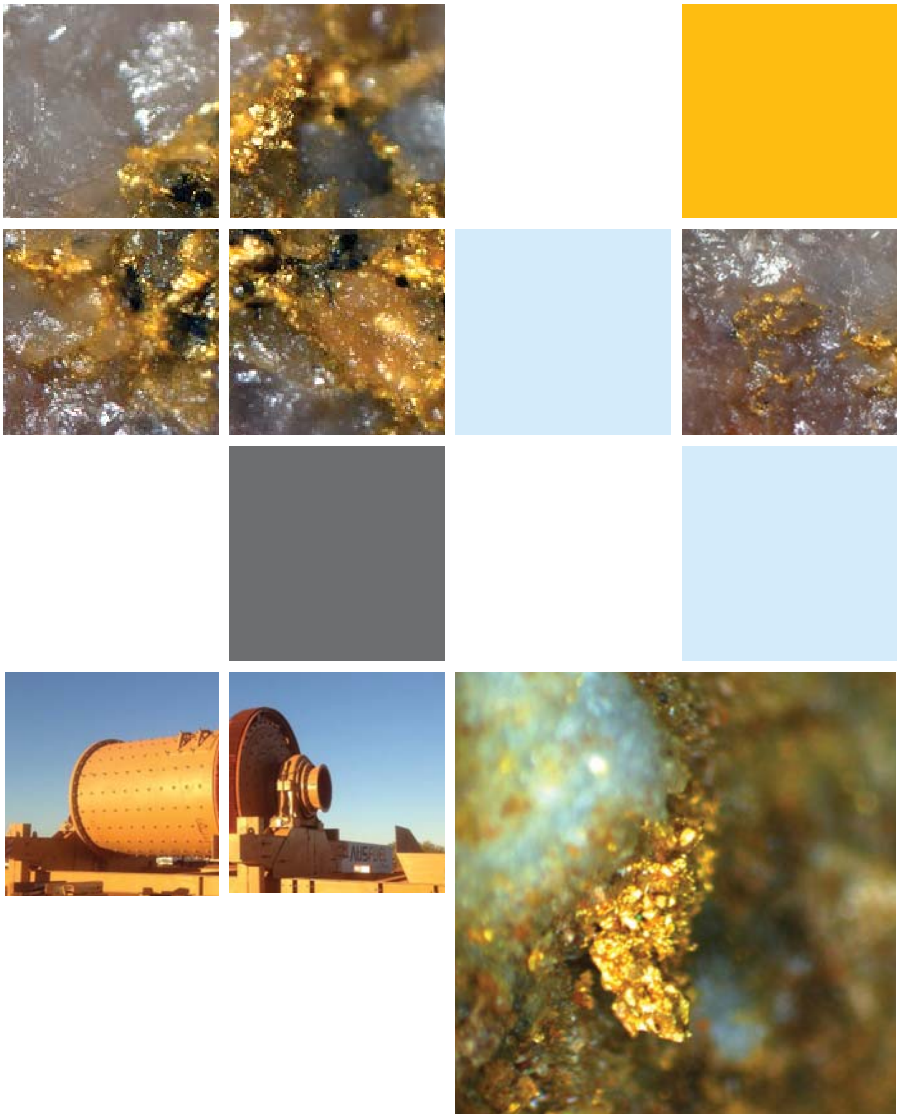
Trial Mining involves free-digging (no blasting required) of high-grade, gold-bearing material from the near-surface environment to a depth of between 2.5 and 5 metres. The Company anticipates a head grade of at least 10g/t of gold from the 10,000 tonnes, thus targeting to produce ≥3,000 ounces of gold. The total cost, including capital purchases, contract mining, mobilisation and technical analysis is anticipated to be ~$5M to $6M. ABM has received notification from the Department of Mines and Energy that the gold product from the Trial Mining can be sold immediately by the Company to cover the cost of the work. The authorisation to conduct the Trial Mining from the Department of Mines and Energy and the Central Land Council allows ABM to complete the bulk sample under an exploration lease. An accepted closure and rehabilitation plan has been designed and bonds are in place.





BEYOND STAGE ONE – TRANSITION TO MINING

Subject to successful completion of the Stage One Trial Mining and Processing, ABM intends to continue mining at Old Pirate. It is intended to initially be open pit mining using the same processing facility as used in Stage One with minor upgrades to increase plant capacity to 150,000 tonne per annum (refer released dated 18/03/2013). In order to proceed ABM requires a Mineral Lease. ABM is progressing the Mineral Lease Application with the relevant authorities and the statutory offices of the Northern Territory. The Company has now received finalised guidelines, in response to the Notice of Intent filed by the Company, from the Northern Territory EPA and is collating all the relevant information such as the completed flora / fauna surveys, environmental management plans, social impact assessment and risk management plans for submission based on the guidelines. Furthermore, the finalisation of the mining agreement with the Traditional Owners, via the Central Land Council, is progressing well. ABM does not see any impediments to the ultimate granting of a mineral lease following completion of the Trial Mining and processing.

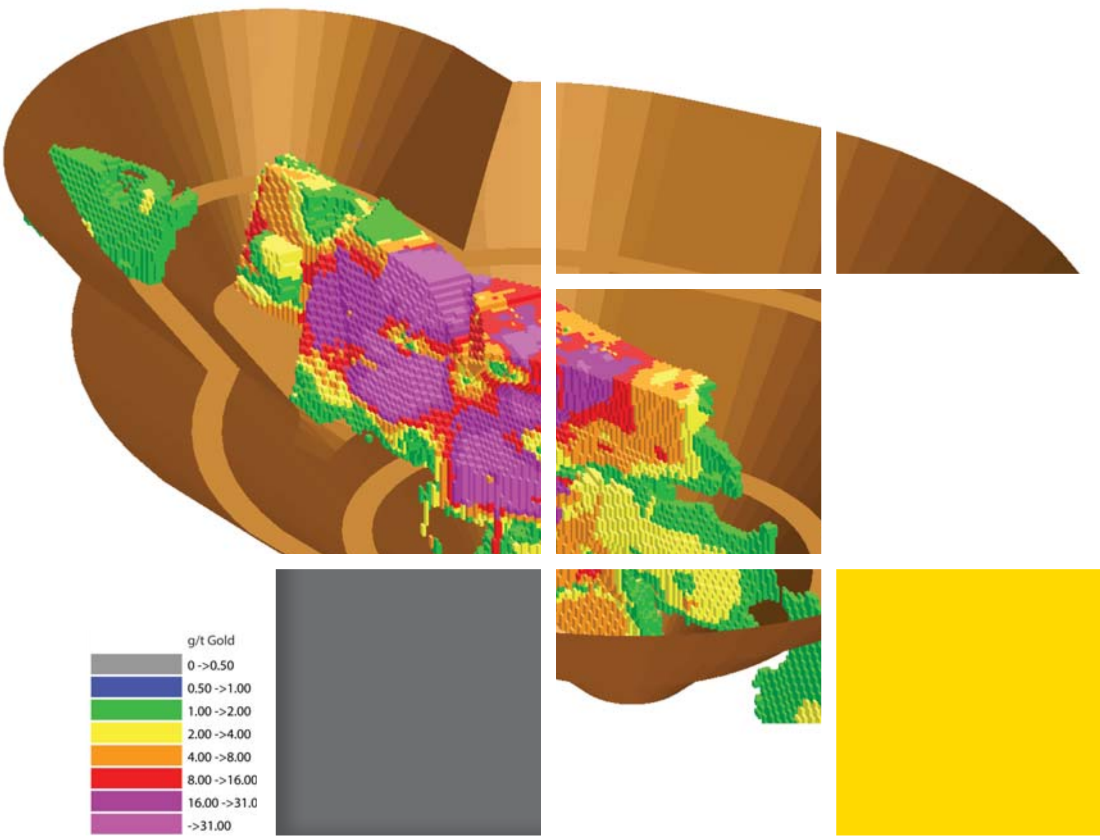


STAGE TWO – HIGH-GRADE OPEN PIT MINING UTILISING THE PILOT PLANT

The results of Stage One Trial Mining, a key part of ABM's feasibility process for the Old Pirate High-Grade Gold Project, will impact the ultimate design and execution of the Stage Two open pits.

It is ABM's intention to progress parts of the Old Pirate mineral resource to mining reserve status on completion of the Trial Mining process. The Company intends to use the Stage 1 Pilot Plant as the Stage Two Processing Facility and hence the Company will be able to commence mining immediately upon authorisation from statutory authorities. The Processing Facility will be able to process 150,000 tonnes per annum, requiring only minor upgrades to the Pilot Plant to improve efficiency.

Stage Two is likely to include open pit mining from surface to a depth of 30 to 35 metres. The mineral resource estimate (top cut 300g/t refer release 04/02/2013) in the top 35m is 420,800 tonnes of material averaging 10.36g/t gold for 140,000 ounces of which the indicated resource component is 286,300 tonnes averaging 12.15g/t gold for 112,000 ounces of gold, representing approximately 4,500 ounces per vertical metre.



STAGE THREE – EXPANSION PHASE

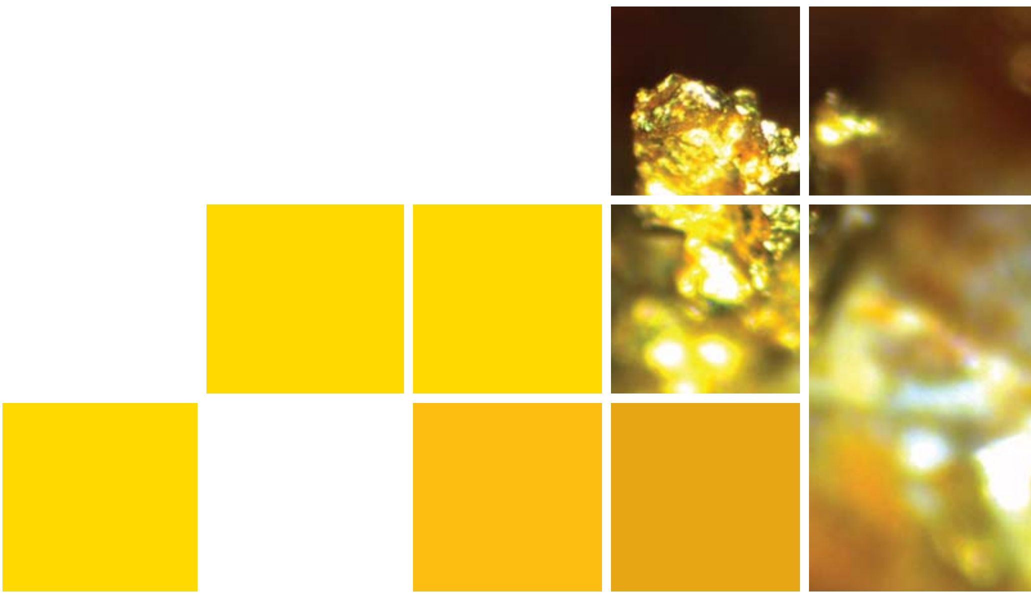
Following Stage Two the Company is targeting to expand the overall mill capacity to ~300,000 tonnes per annum (doubling capacity). It is anticipated that this will be funded from positive cash-flow from Stage Two. Stage Three is likely to include processing of any low-grade stock-piles from Stage Two, any newly identified areas along with pit cut-backs and ultimately underground mining. The design work of Stage Three will be based on Stage Two and ongoing exploration and hence is presented here as a possible part of the staged process only.

The Old Pirate resource remains open in most directions and further information on this will be provided as it comes to hand.

BEYOND STAGE THREE – INCLUDING BUCCANEER, HYPERION AND ONGOING EXPLORATION

Old Pirate is the first step in establishing a long term operating position in the Central Desert region of the NT, leveraging off the Company's extensive landholding. ABM holds a total mineral resource of 1.7 million ounces of gold at an average grade of 3.1g/t gold (1g/t cut-off) between the Old Pirate and Buccaneer Porphyry Gold Deposits. Over the next year the Company intends to advance the mine design and scoping study at the Buccaneer Porphyry Deposit as well as to conduct infill and extensional exploration. It is planned that Buccaneer could piggy-back off the development of Old Pirate and utilise some of the mining infrastructure.

Furthermore, the Company has other discoveries and advanced exploration prospects across its large land holding. This includes the Hyperion Deposit with a top-cut mineral resource estimate of 2.977Mt averaging 2.11g/t gold for 202,200 ounces gold (refer release dated 16/04/2012) which includes higher grade components and will be assessed for future development in an integrated mining operation.



OLD PIRATE TRIAL MINING AND PROCESSING OF BULK SAMPLE

EXCAVATION OF MINERALISED ZONES

The Trial Mining is well underway with concurrent excavation of several areas. To date approximately 3,000 to 4,000 tonnes of high-grade gold-bearing material has been extracted. One of the key advantages of the project is that ABM can open up multiple high-grade mining areas over the nearly 2 kilometres of vein strike length exposed at surface. As each level/bench is complete, the area can be mapped and sampled whilst excavation is underway in other areas. Visible gold is noted throughout excavation (Figure 6 and Figure 7).

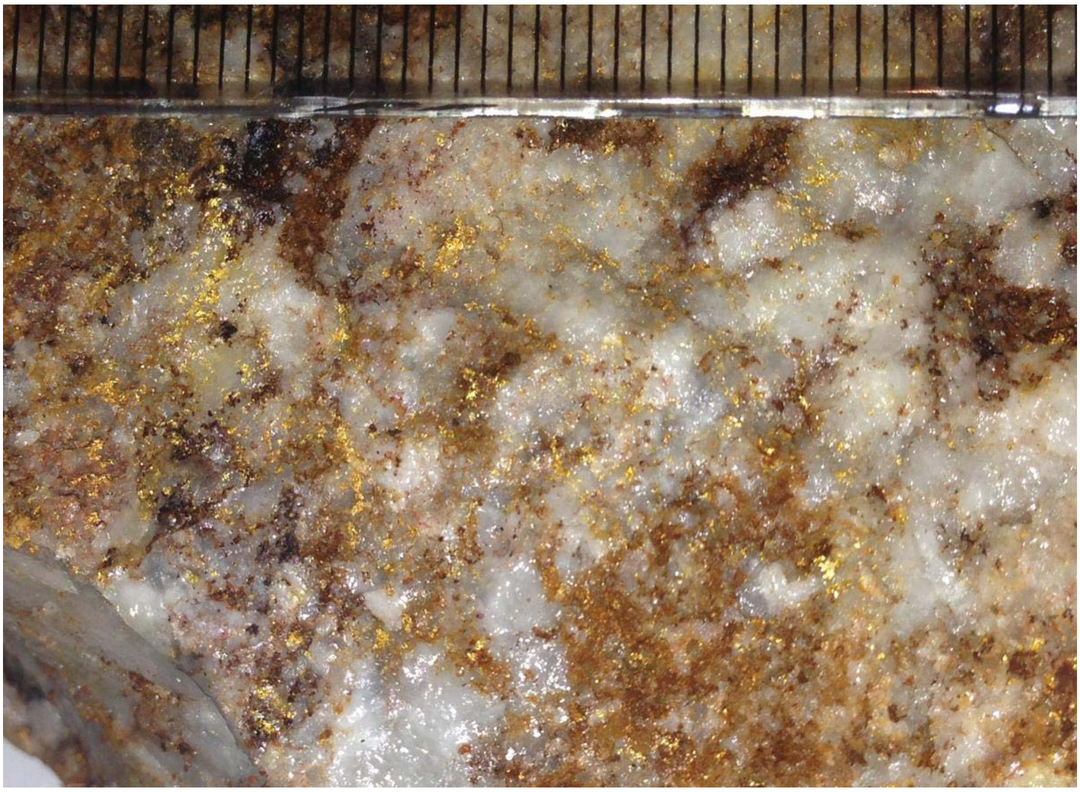
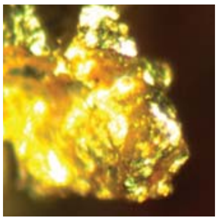


Figure 6. Coarse visible gold (>0.5mm) coating a fracture surface from a quartz vein 3 metres wide in the Old Pirate Central Area. Scale marks are 1mm.



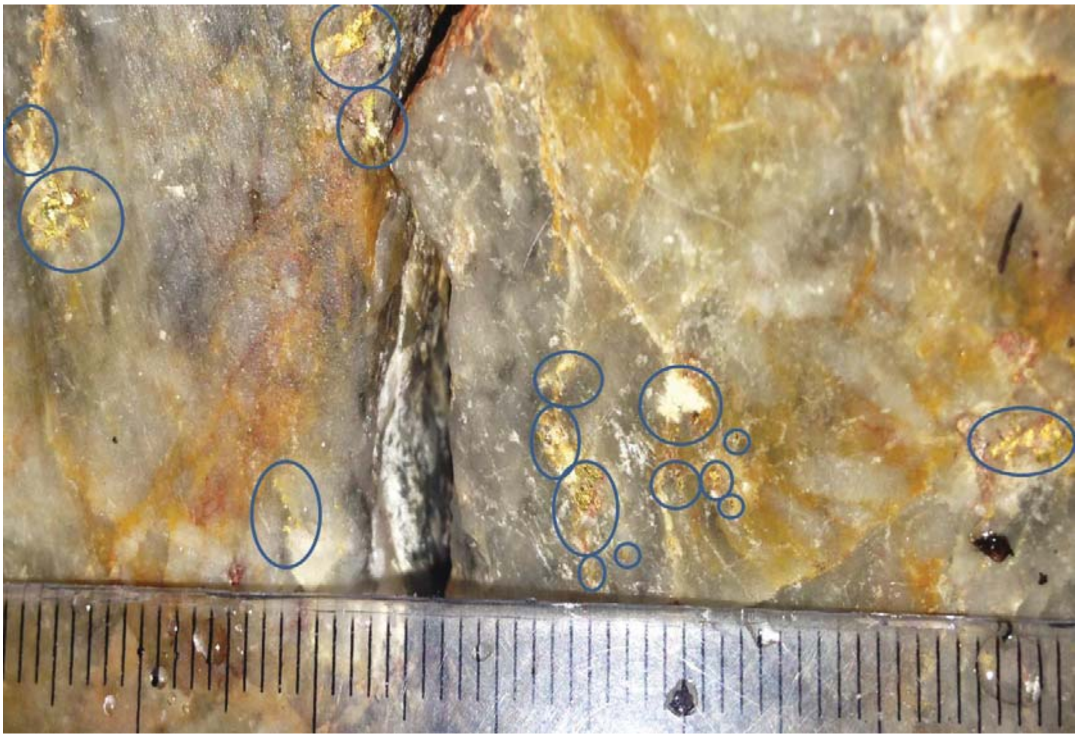


Figure 7. Coarse visible gold (inside blue circles) from the 20cm wide vein in the Heartland area. Scale marks are 1mm.

The first benches of the trial mining areas including Golden Hind, Old Pirate South, East-Side, SE Veins, Central areas are now complete. The Company is now commencing extraction of gold-bearing vein material from the second benches at the Golden Hind and Old Pirate South.

Figure 8. Gold-bearing vein material and waste extracted from 240 metres of strike length (first bench) at the Western Limb. Material on the left surface is stock-piled high-grade vein, and on the right is waste material or material being resampled to check for presence of gold.

OLD PIRATE RESOURCE

OLD PIRATE HIGH-GRADE GOLD DEPOSIT RESOURCE UPDATE

In February 2013 the Company announced a resource update for the Old Pirate High-Grade Gold Deposit. The resource modelling is based on a total of 56,652 metres of drilling of which 12,236 metres were drilled prior to ABM and 44,416 metres were drilled by ABM. In addition, a further 3,355 surface longitudinal trench samples were used to aid with the definition of near surface geology and grade distribution.

Resource modelling consisted of both manually constructed 3 dimensional grade shells and automated grade shells generated from Leapfrog modelling software. All mineralised grade shells were constrained by a geological model constructed by ABM. The grade shells were populated with a block model with minimum block dimensions of 0.5m, 1m, 1m (X,Y,Z). Grade was interpolated based on multiple passes using inverse distance squared and cubed statistical interpolation. The resource estimation is detailed in the table below.

Category	Tonnes	Gold Grade (g/t) (300g/t top-cut)	Gold Grade (g/t) (uncut)	Ounces Gold (300g/t top-cut)	Ounces Gold (uncut)
Indicated	889,000	8.19	8.93	234,100	255,300
Inferred	993,000	11.80	14.67	376,900	468,500
Total	**1,882,000**	**10.10**	**11.96**	**611,000**	**723,800**

Mineral Resources estimated at 1g/t cut-off except for the Central Zone estimated at a 3g/t cut-off. Totals may vary due to rounding. There is an additional 414,900 tonnes averaging 1.74g/t gold for 23,300 ounces of gold in low-grade Indicated Resource in the Central Zone (>1g/t, <3g/t cut-offs).

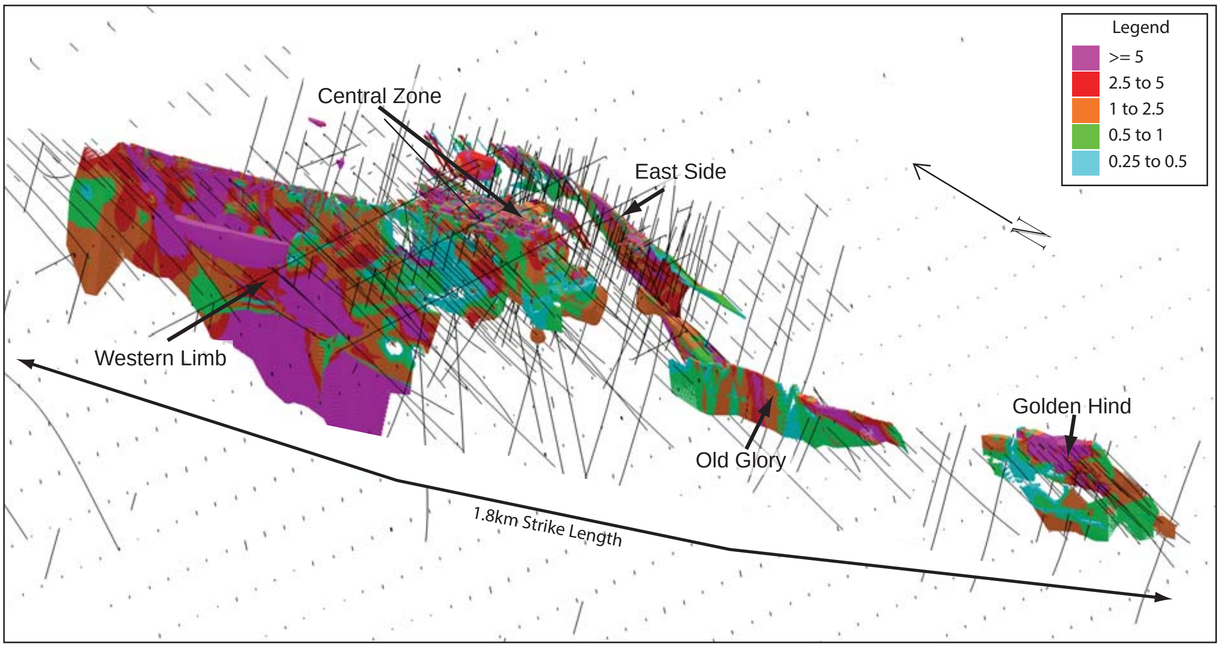


Figure 9. 3D view (to north-east) of the Old Pirate Trend resource model.

All resource modelling has a number of risk factors and uncertainties based on grade distribution, statistical factors and geology. The table below summarises some of the risk factors associated with the Old Pirate resource estimation and produces considerations for further work.

RISK FACTOR	DISCUSSION	DOWNSIDE	UPSIDE	MITIGATION
Sampling and assaying techniques	ABM has trialled various techniques and all sampling in 2012 involved every assay >1g/t being re-assayed 5 times to develop an average. Repeatability due to coarse gold effects produces uncertainty and generally under-calls gold content. Recent communication with external consultant recommends not splitting pulps prior to transport as coarse gold particles may not be duly represented.	Inaccurate assaying of samples containing coarse gold and uncertainty in the model.	Coarse gold is likely to be under-called in sampling. This was evident in the metallurgical test work.	Consider leach-well analysis >1kg to extract all gold in un-split pulped samples.
Overall Coarse Gold effect	Coarse gold and its distribution in the vein results in uncertainties applied to the model. Resources are only classified as Indicated where geological control AND sampling density is sufficient.	Uncertainty.	Upon mining and bulk sampling a higher grade is likely to be achieved.	Bulk sampling, and check tail sampling to assess recovery and overall grade. Review back to block model grade for reconciliation.
Estimating vein width	Veins are known to pinch and swell from >6m width to several centimetres over short distances. Some wide zones (such as 6m x 6m blow out at OPS / East Side) average 70g/t (from 20+ samples) but this zone, due to small foot print and target size, has not been intersected in drilling. Estimating vein width <20cm near surface is uncertain due to intermingling. However, on drilling mineralised zones are generally wider than the veins exposed at surface.	Where width of vein is over-estimated the model may over-estimate tonnes.	Blow outs in veins occur resulting in higher tonnes and may not be intersected in drilling thus under-calling overall tonnes.	Careful mining processes ensuring that the veins are mined to vein width with close geological monitoring.
Statistical analysis	ABM uses relatively simple ID2 and ID3 techniques. More complex multiple indicator kriging estimation techniques can help the analysis in coarse gold systems.	Kriging may produce a different statistical model and revise estimates.	Kriging may produce a different statistical model and revise estimates.	Future resource work to consider other methods of analysis.
Geological Risk	Surface geology and distribution of veins is generally well understood due to good outcrop. However, the effect of faulting and the geological model may change with further work.	Geological uncertainty may impact on resource estimation with particular effect at depth.	Geological uncertainty may impact resource estimation with particular effect at depth.	On-going geological assessment and more diamond drilling.
Top Cutting	ABM has reported a variety of top-cuts from 100 to 500g/t to uncut. From statistical analysis and review of the spatial distribution of high-grade results, reporting a 300g/t and an uncut grade is deemed appropriate.	Top cutting at a lower grade will reduce the resource estimate. It is however noted that the sensitivity of applying an aggressive top cut at 100g/t results in an overall grade of >7.77g/t which is still well within a comparable economic mining grade.	Reconciliation of this coarse gold system (where the highest grades are likely under-called at lab) may result in overall grade being similar to the uncut grades.	Bulk sampling and developing a mining history will allow for reconciliation and a back calculation of the top cut. Future resource work to consider top cutting per domain.

Table 1. Old Pirate Resource Estimation Risk Factors.

OLD PIRATE EXPLORATION

The discovery of the very high-grade Golden Hind Deposit (part of the Old Pirate trend) in mid-2012 prompted the Company to review the whole Twin Bonanza Project for further high-grade veins. Golden Hind in particular has a very small footprint at surface (less than 100 metres long) and is along strike from veins that are generally barren of gold.

Old Pirate Surface Sampling Summary

Since 2011 ABM has been conducting longitudinal strike length sampling to understand the statistical characterisation and distribution of high-grade gold at Old Pirate. Overall there are over 1.66 kilometres of high-grade gold-bearing quartz veins averaging 27.14g/t gold that have been exposed and sampled as well as lower grade zones not included in the table below.

STATISTICS FROM COMBINED 2011-2012 SAMPLING - OLD PIRATE & GOLDEN HIND	
Total number of samples (including duplicates)	3586 samples
Cumulative strike length projected / sampled	1665 metres
Total surface area of quartz sampled	888.20 sq m
Average sample width	0.5 metres
Maximum individual value	1150g/t gold
Number of samples >100g/t gold	267 (7%) averaging 215.83g/t gold
Number of samples >10g/t gold	1099 (31%) averaging 80.03g/t gold
Average of all assays (including duplicates)	**27.14 g/t gold**

Table 2. Statistics from Combined 2011-2012 Sampling - Old Pirate & Golden Hind.

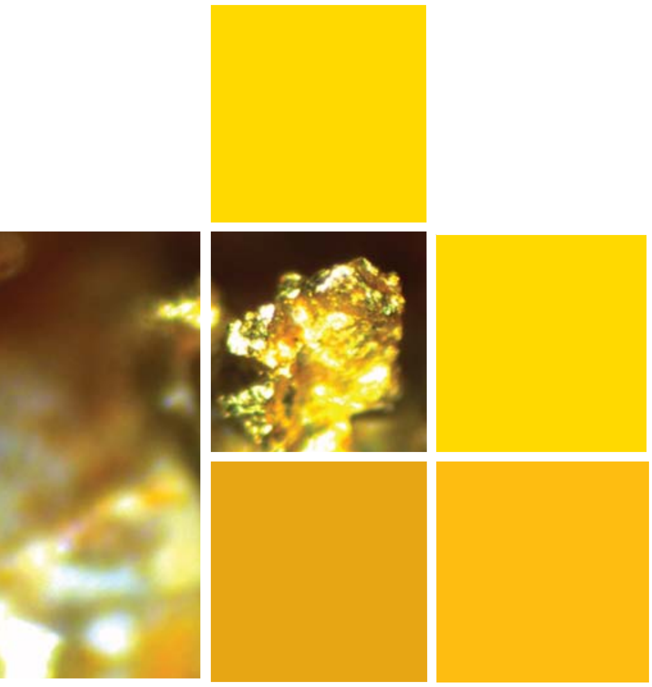
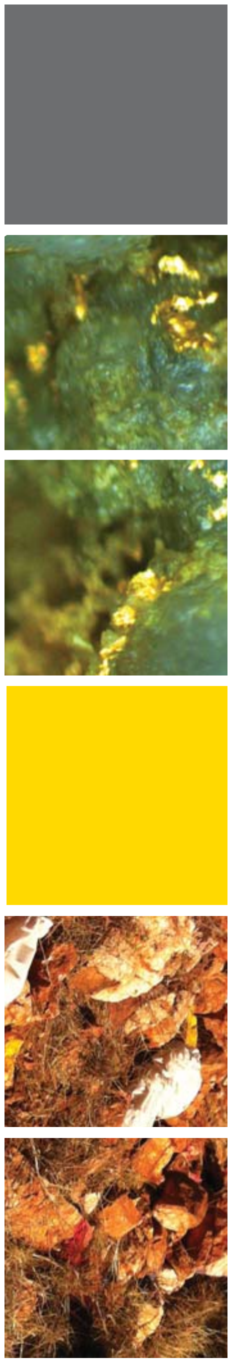


Figure 10. Surface Sampling at East Side Vein.



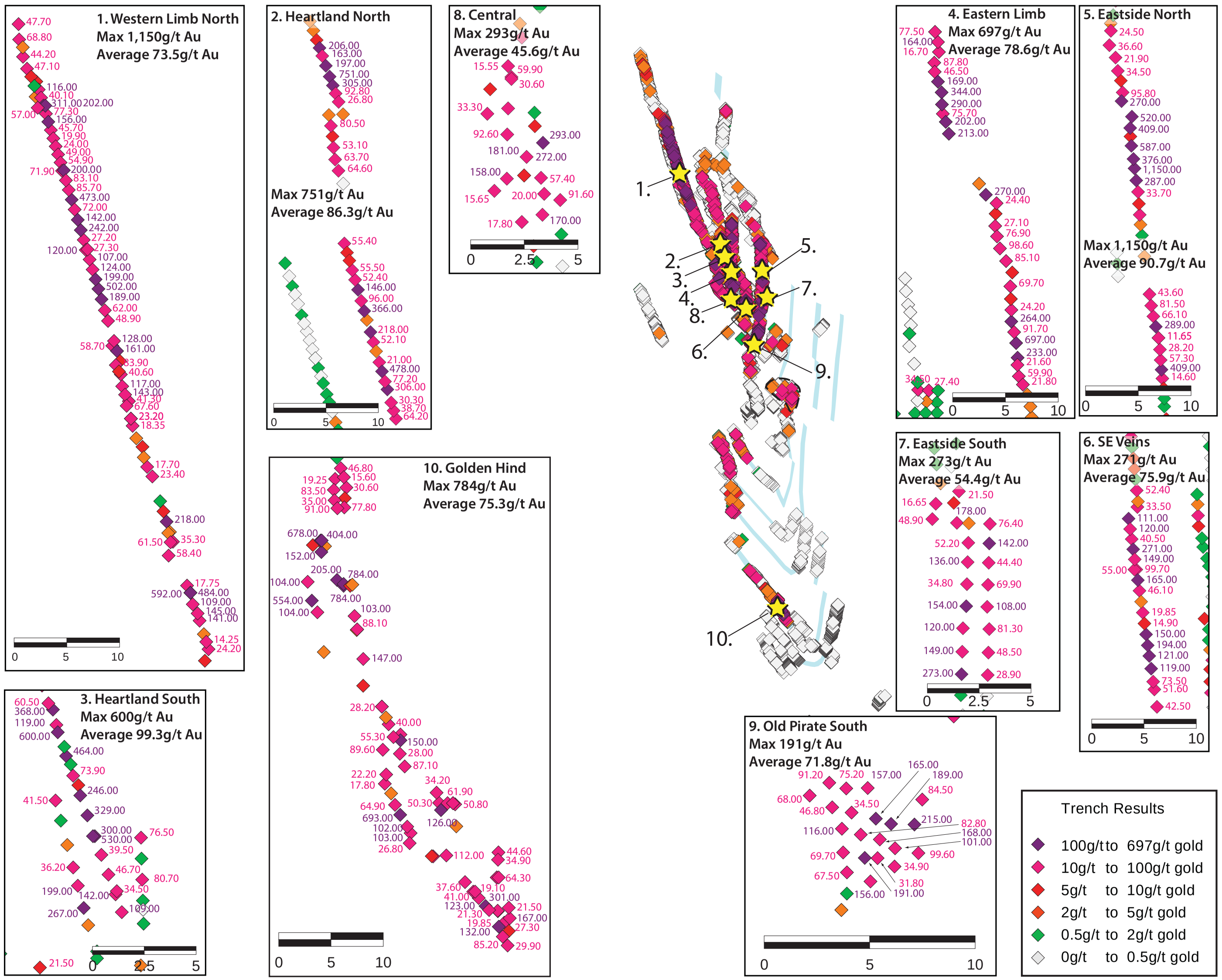


Figure 11. Surface sampling (longitudinal trenching results) summary from 2011 and 2012 illustrating some of the areas that form part of the trial mine highlighting some of the bonanza high-grade areas at Old Pirate and Golden Hind. Note – these assay results have not been normalised to sample width and are hence undiluted grades. Averages based on original and duplicate samples as previously announced with labels displayed on peak value.

OLD PIRATE DRILLING

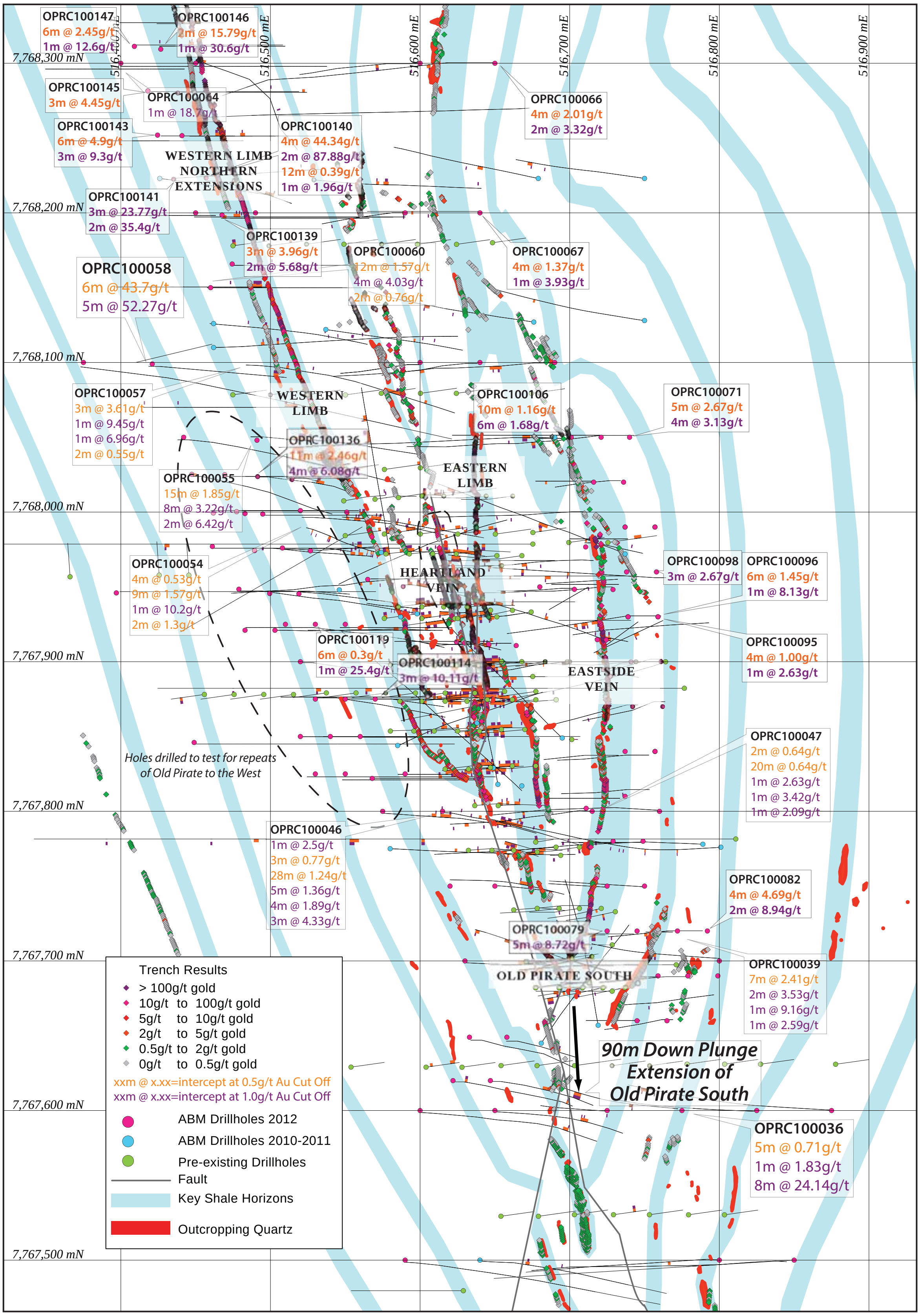


Figure 12. Summary of 2012 drill results with significant intersections.

DURING 2012 ABM CONTINUED TO DRILL OUT THE OLD PIRATE HIGH-GRADE GOLD PROJECT. A SUMMARY OF 2012 DRILLING IS SHOWN IN FIGURE 12 ABOVE. KEY RESULTS FROM THE 2012 DRILL CAMPAIGN INCLUDED:

1. A DOWN PLUNGE EXTENSION OF THE OLD PIRATE SOUTH AREA WITH 8M AVERAGING 24.14G/T GOLD (OPRC100036).

2. HIGH-GRADE EXTENSIONS OF THE WESTERN LIMB TO THE NORTH (E.G. OPRC100140 WITH 2M AVERAGING 87.88G/T GOLD).

3. HIGH-GRADE EXTENSIONS OF WESTERN LIMB AT DEPTH INCLUDING A WIDENING OF THE MINERALISED ZONE (E.G. OPRC100203 WITH 17M AVERAGING 7.66G/T GOLD).

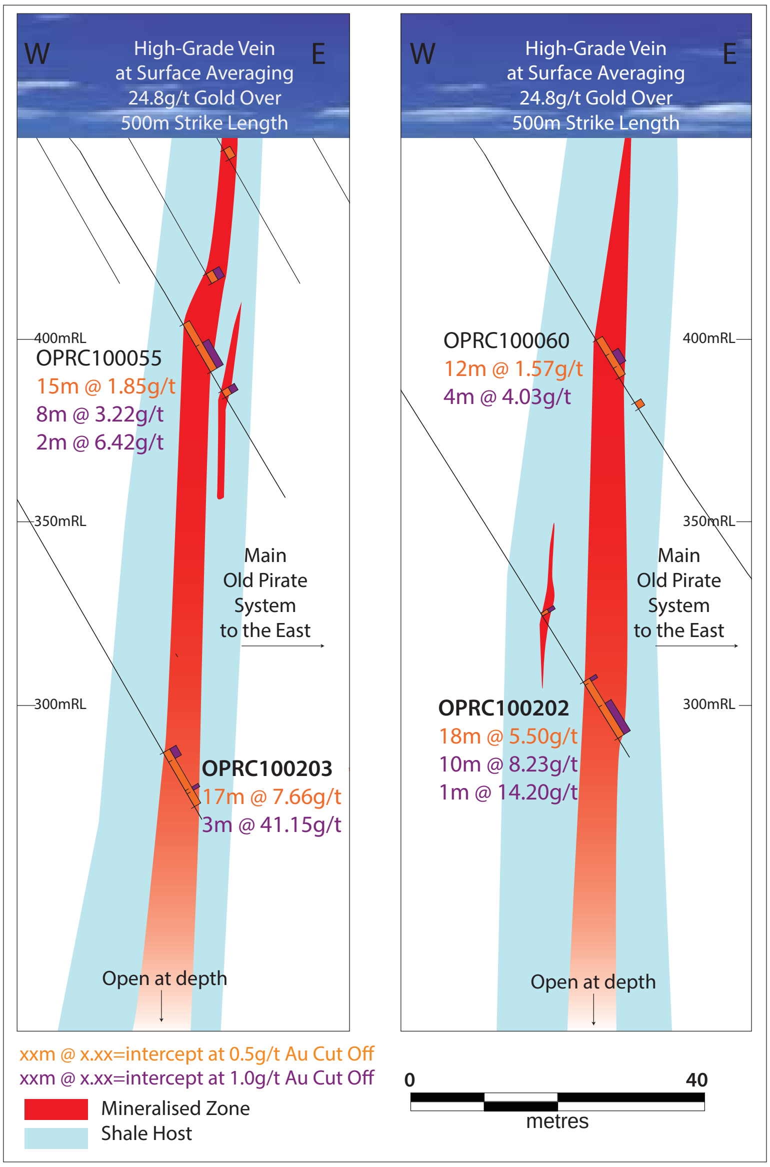


Figure 13. High-Grade Western Limb extensions.

THE GOLDEN HIND DEPOSIT is located approximately 800 metres south of the Company's Old Pirate High-Grade Gold Deposit. The deposit was discovered in mid-2012 and was drilled in September 2012. The prospect consists of two high-grade veins with other peripheral gold-bearing quartz veins hosted by sandstone and shale. Veins are interpreted to dip steeply to the south-west.

A number of high-grade drill intercepts were returned from the Golden Hind and included:

1. 15m averaging 118.49g/t gold (GHRC100014).
2. 6m averaging 80.56g/t gold (GHRC100002).
3. 15m averaging 13.20g/t gold (GHRC100021).
4. 11m averaging 18.4g/t gold (GHRC100024).
5. 8m averaging 14.28g/t gold (GHRC100001).

Gold at the Golden Hind Prospect is contained in quartz veins and quartz vein breccia. These results indicate that the high-grade zone is plunging shallowly to the south. The Golden Hind Deposit was included in the overall resource update at the Old Pirate High-Grade Gold Project, however, individually the deposit contains a high-grade core consisting of 34,000 tonnes averaging 45.58g/t gold for 49,000 ounces (uncut) in Indicated resource category.

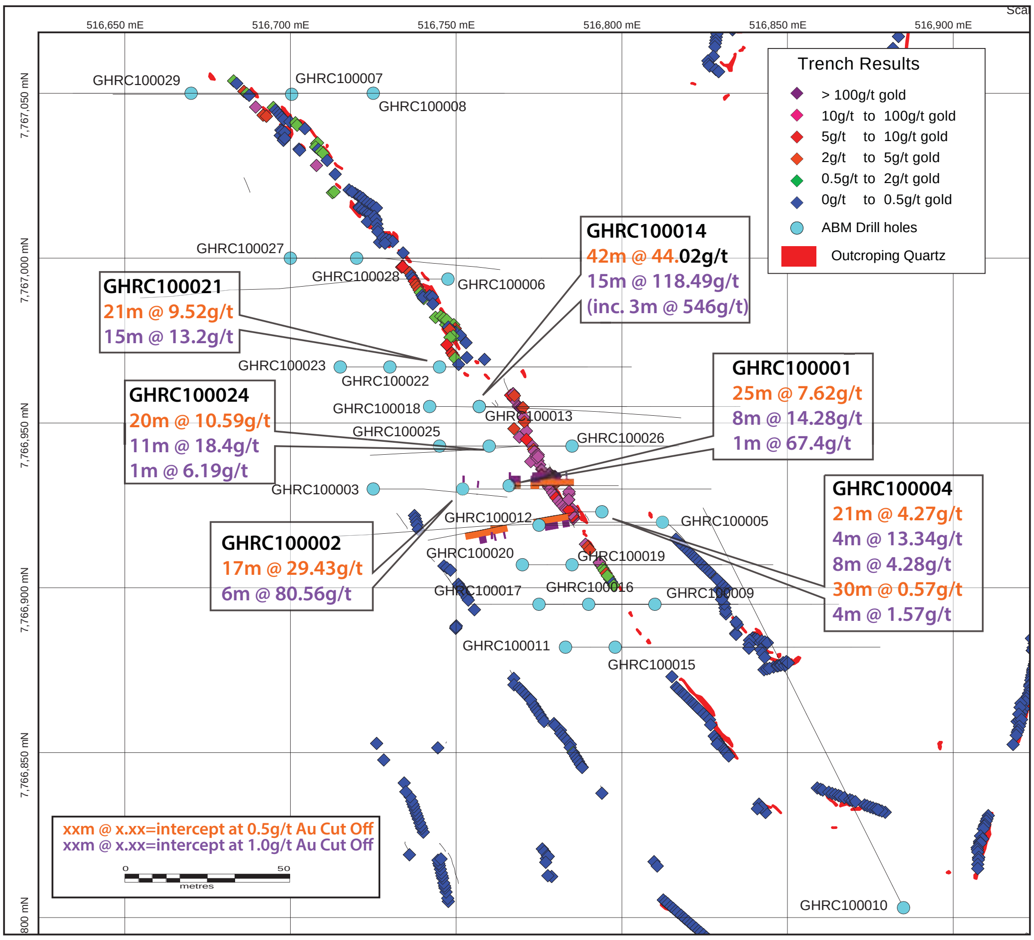
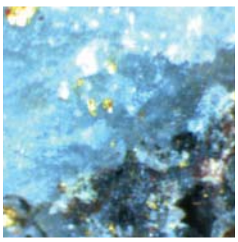
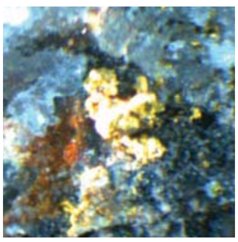
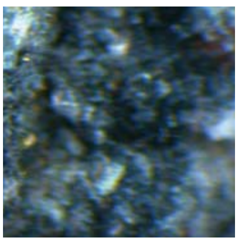


Figure 14. Golden Hind drill plan.







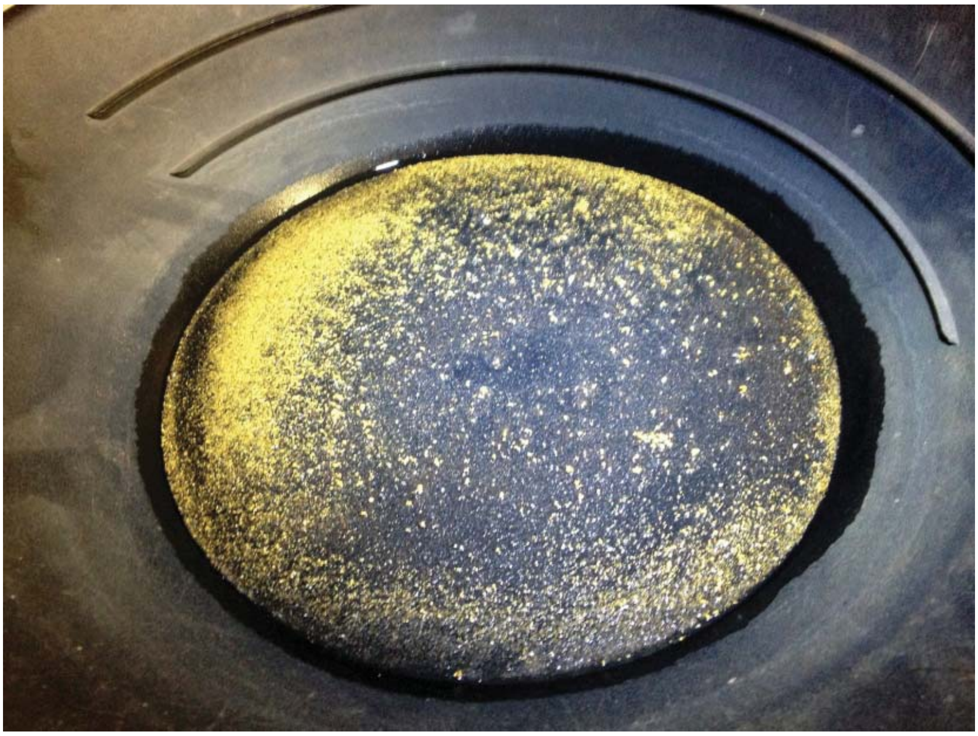
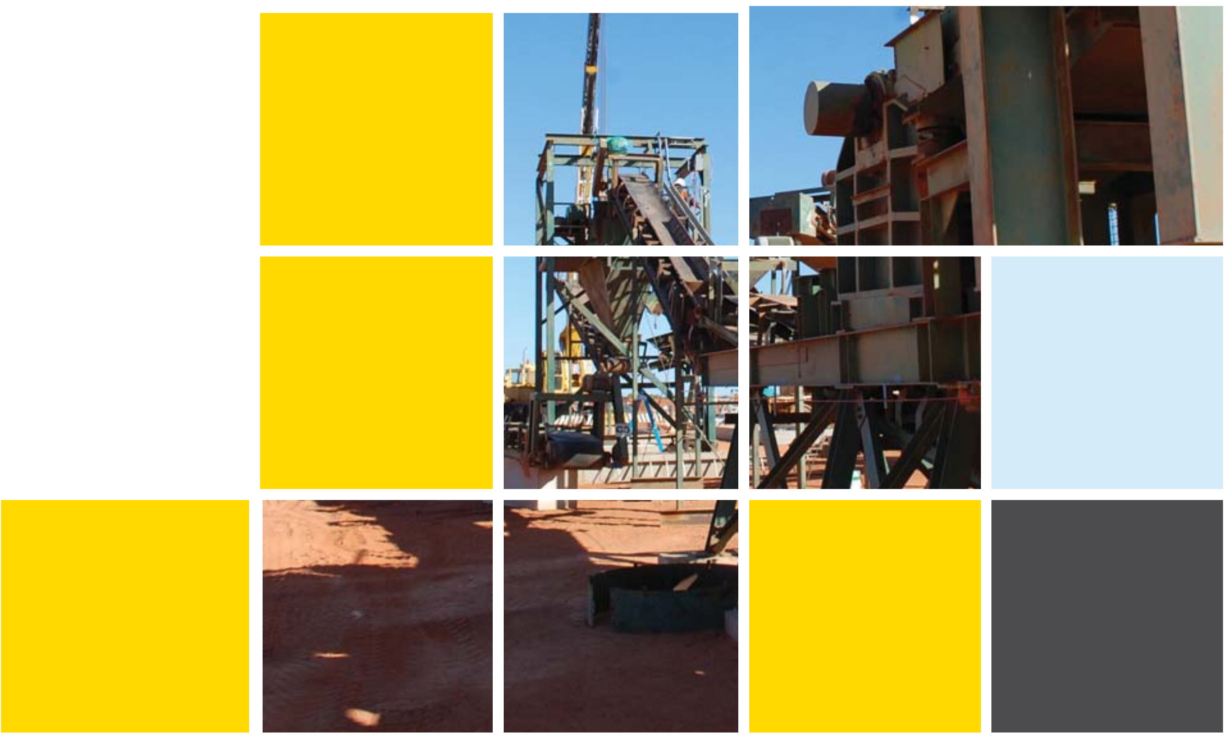


Figure 15. A total of 12 grams of gold panned from 15kg of RC drill chips from GHRC100014.



OLD PIRATE METALLURGICAL TEST-WORK

ABM’s Staged Approach for Old Pirate is based around gravity gold recoveries. As a result, the Company investigated the potential to extract the gold using low-cost gravity methods. In order to advance this process ABM commissioned two companies (Consep and Gekko) who specialise in different products / methods for the extraction of free gravity recoverable gold.

Consep Pty Ltd - Knelson Concentrator Test-Work for Gravity Recoverable Gold conventional crush and grind delivered an outstanding result of 97.3% gold recovered using simple gravity methods in a two pass concentrate with 73.4% in first pass 220 micron grind and 23.9% (cumulative to 97.3%) in second pass 113 micron grind. The gold per tonne in concentrate product was 15.1 kilograms and the calculated head-grade from the 30kg sample was 143g/t gold.

Gekko Systems - Gekko Python / Pressure Jig Amenability Test-Work for Gravity Recoverable Gold with coarse crushing using low-energy / low-water requirement Vertical Shaft Impactor also delivered excellent result with 88.4% gold recovered using simple gravity methods in a separated concentrate using 600 micron crush. This can be increased to 92.9% using a higher mass yield. The gold per tonne in concentrate product was 0.637 kilograms with a calculated head-grade from the 30kg sample of 40.32g/t gold.

Both results exceeded expectations and are considerably better than the preliminary work conducted in 2011, which showed 85.4% gravity recovery from 3.35mm crush and 80 micron grind. Both sets of test results indicate that Old Pirate could be processed to very high recoveries with a simple gravity circuit, at relatively coarse grind sizes, and without the expense of a conventional cyanide leach circuit.

Both the Knelson Concentrator test-work and the Gekko Python amenability test-work conclude that the Old Pirate material is able to yield extremely high gravity gold recoveries. Both Gekko Systems and Consep commented on the high quality of this material.

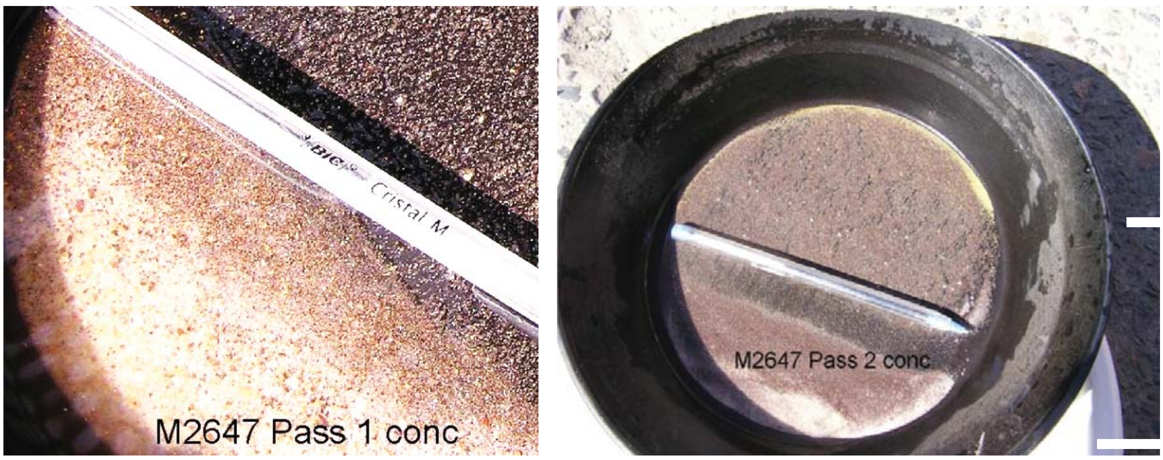


Figure 16. Gold Pan concentrates from Knelson Concentrator test work. Left = First Pass concentrate from 220 micron grind. Right = second pass concentrate from 113 micron grind.

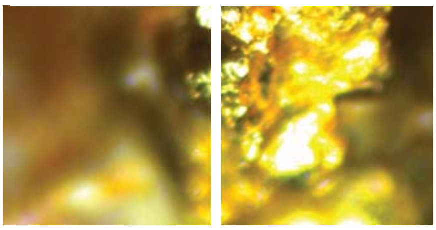
EXTENSIONAL SURFACE EXPLORATION AROUND OLD PIRATE HIGH-GRADE GOLD PROJECT

BERMUDA AND BERMUDA SOUTH EXPLORATION TARGETS

The Bermuda Zone is located approximately 200 metres southeast of the main Old Pirate area. The Company reported high-grade assay results from a zone of veins contained in an approximately 50m by 50m area. Veins range from a few centimetres to more than a metre wide with a central zone where quartz vein samples average 5.26g/t gold. The peak value from this systematic sampling is 34.9g/t gold. This area constitutes a drill target which ABM will follow up in the future.

The Bermuda South Area is located approximately 400m south of the main Old Pirate High-Grade Gold Project and 200m south of the Bermuda Zone. The prospect consists of high-grade gold identified in veins between 20cm and 4m wide. Gold is identified from systematic rock samples revealing high-grade gold over a strike length of approximately 30m and a zone of multiple veins approximately 15m wide. Only outcropping quartz has been sampled hence the mineralisation may extend in both width and strike extent beyond the outcrop. Surface grades from samples have included 21.60g/t gold, 21g/t gold, and 19.85g/t gold (refer to release 29/05/2013).

Systematic surface sampling identified a 35m long structure with a peak sample of 45.7g/t gold and an overall average grade of 6.02g/t gold. Multiple quartz veins up to 30cm wide are observed at surface in zones up to several metres wide and are on the contact of sediments and diorite porphyry. A second zone to the east of the Bermuda South area has gold in surface samples over 6m by 12m with an average grade of 4.95g/t gold. These mineralised zones are potentially additive to the overall mineral resource estimation at Old Pirate.



THE BANDIT TREND

The Bandit Trend (including the Bandit - Bandit South Area) consists of an area more than 4 kilometres long and 1.5 kilometres wide with widespread and outcropping quartz veins hosted in sedimentary shale and sandstone sequences. Much of the outcropping quartz is barren of gold, however, as with the Old Pirate area, quartz veins can trend from barren to high-grade over short strike lengths.

Rock sampling at Bandit returned anomalous results with a peak value of 108g/t gold. The vein yielding the 108g/t gold rock chip sample outcrops over several metres. Recently exposed extensions of the area around the 108g/t sample were sampled with trenching over multiple outcropping veins in a zone 6m by 4m which continue under shallow cover into the principal target area where geophysics indicates structural complexity (faults and folds). Results include 66.2g/t gold, 62.9g/t gold, 18.85g/t gold and 13.45g/t gold (refer to release 29/05/2013).

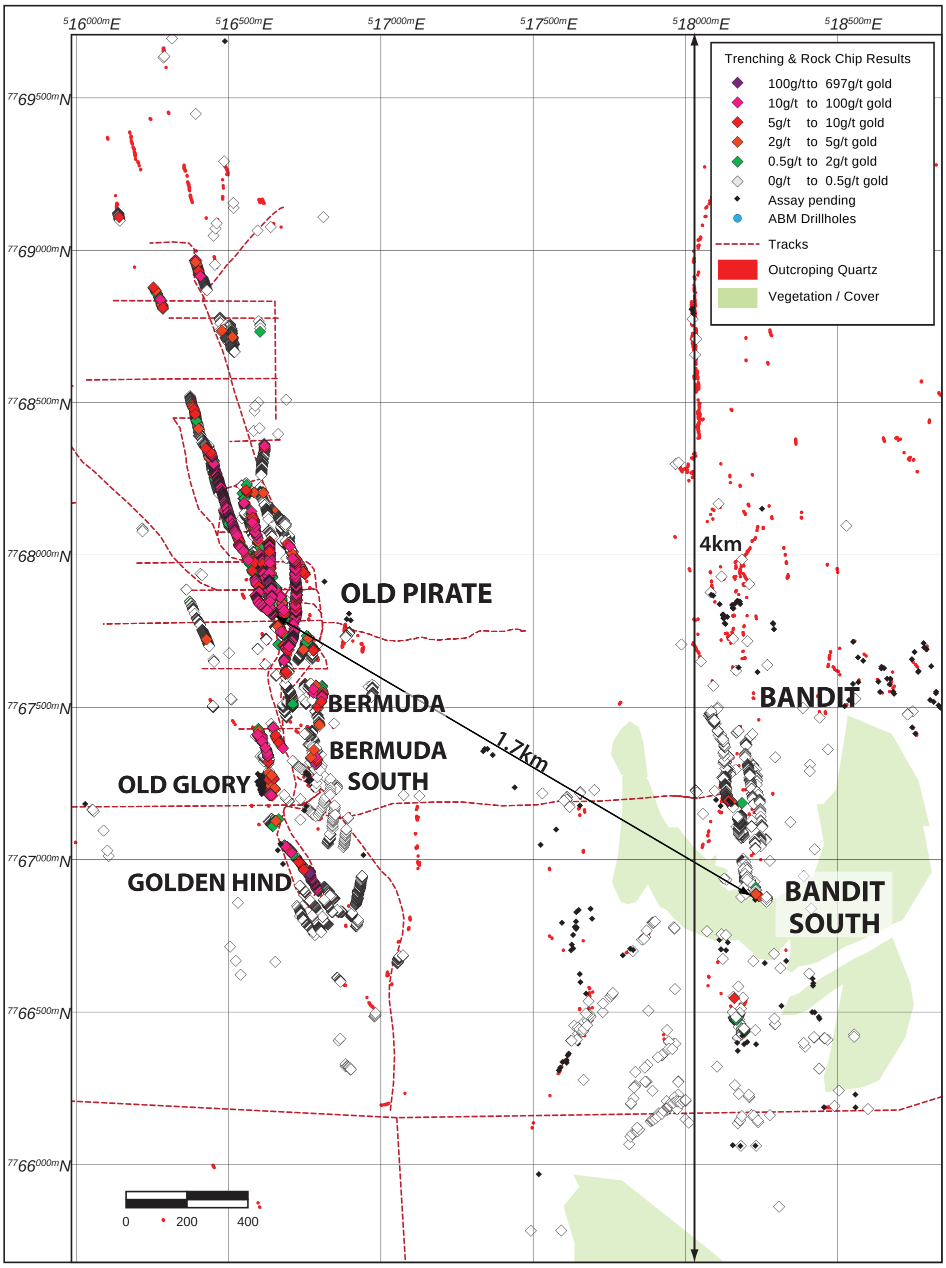


Figure 17. Bandit Trend, and Bermuda / Bermuda South Prospect Locations relative to Old Pirate. Note high-grade samples north-northwest of Old Pirate potentially extending the Western and Eastern Limbs.

BUCCANEER PORPHYRY GOLD DEPOSIT

Bulk tonnage gold deposits around the world are those generally with grades between 0.5 and 1.5 g/t gold with considerable tonnage and characterised with low-strip ratio. Porphyry / intrusive related gold systems around the world, such as Fort Knox in Alaska (Kinross Gold Corp) show that despite the low-grade these systems can deliver long mine life, low strip ratios and highly profitable gold mines producing typically hundreds of thousands of ounces of gold per annum.

The Buccaneer Gold Deposit is a located approximately 3 kilometres from the Old Pirate High-Grade Gold Project. Buccaneer is a porphyry hosted / intrusive related gold system identified in at the Twin Bonanza Gold Camp. The prospect consists of a 3 kilometre by 1.6 kilometre syeno-monzonite porphyry which is almost entirely anomalous in gold as indicated by shallow geochemical drilling samples.

As ABM moves towards a trial mining phase at Old Pirate the amount of logistics and mining infrastructure will be increased. Whilst the two mineralised systems are different in style there are potentially some synergies between the projects.

The Buccaneer Porphyry Gold Deposit is an intrusive related bulk tonnage gold deposit with several extensional discoveries around Buccaneer including the Cypress, Caribbean, Empress and Eastern Contact Zones. The Company continued work on reviewing the higher grade portions of Buccaneer with a view to re-optimising the resource estimation.

BUCCANEER PORPHYRY DEPOSIT RESOURCE UPDATE FOCUSING ON THE HIGHER GRADE ZONES

ABM, with the assistance of SRK Consulting, has previously issued two resource statements (16/04/2012 & 21/02/2011) that focused on considering Buccaneer as a large bulk-tonnage system. The 2012 resource estimation remains valid for a bulk tonnage system. However, ABM has this year sought to re-optimise the resource focussing on the higher grade zones within the overall low-grade shell. This process has involved using a smaller drill hole composite length and block size with smaller search ellipse parameters and higher cut-off grades to effectively aim to reduce overall tonnes and increase the grade in the resource estimations.

CATEGORY	TONNES	GRADE (g/t Au) TOP-CUT	GRADE (g/t Au) UNCUT	OUNCES GOLD TOP-CUT	OUNCES GOLD UNCUT
Indicated	7,117,000	2.00	2.25	458,500	515,300
Inferred	8,183,000	2.43	2.78	639,700	732,200
Total	15,300,000	2.23	2.54	1,098,200	1,247,500

Table 3. Buccaneer Porphyry Gold Deposit HGZ Resource Update at varying cut-offs.

Resource modelling consisted of both manually constructed 3-dimensional grade shells and automated grade shells generated from Leapfrog modelling software. All mineralised grade shells were constrained by a geological model constructed by ABM. Grade was interpolated based on multiple passes using inverse distance squared statistical interpolation. The modelling at Buccaneer is based on information provided by more than 82,000 metres of drilling.

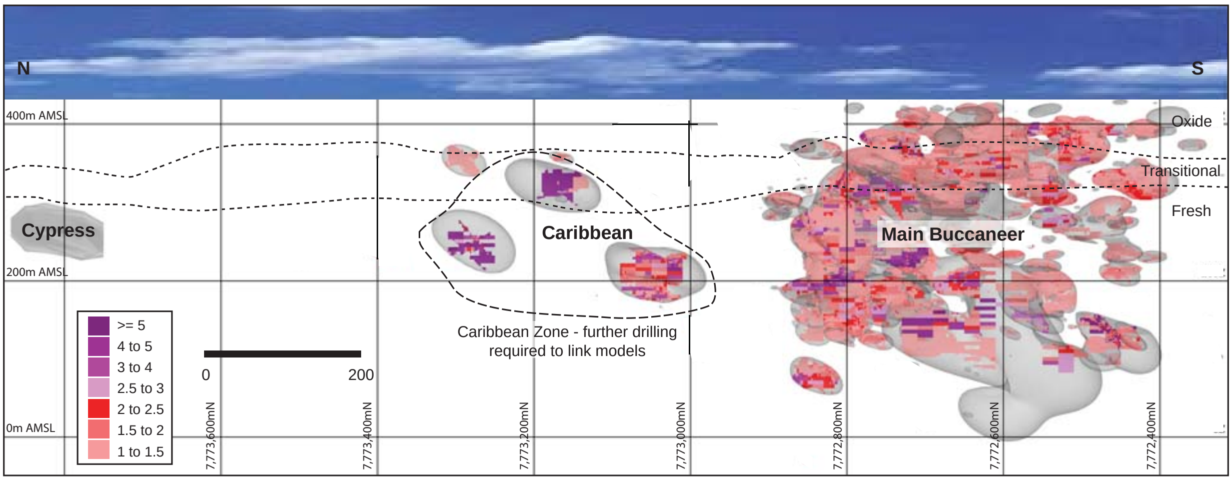


Figure 18. Buccaneer HGZ Model - View East (Indicated Resource Blocks only, Inferred not shown). Grey transparent area is the 0.5g/t grade shell.

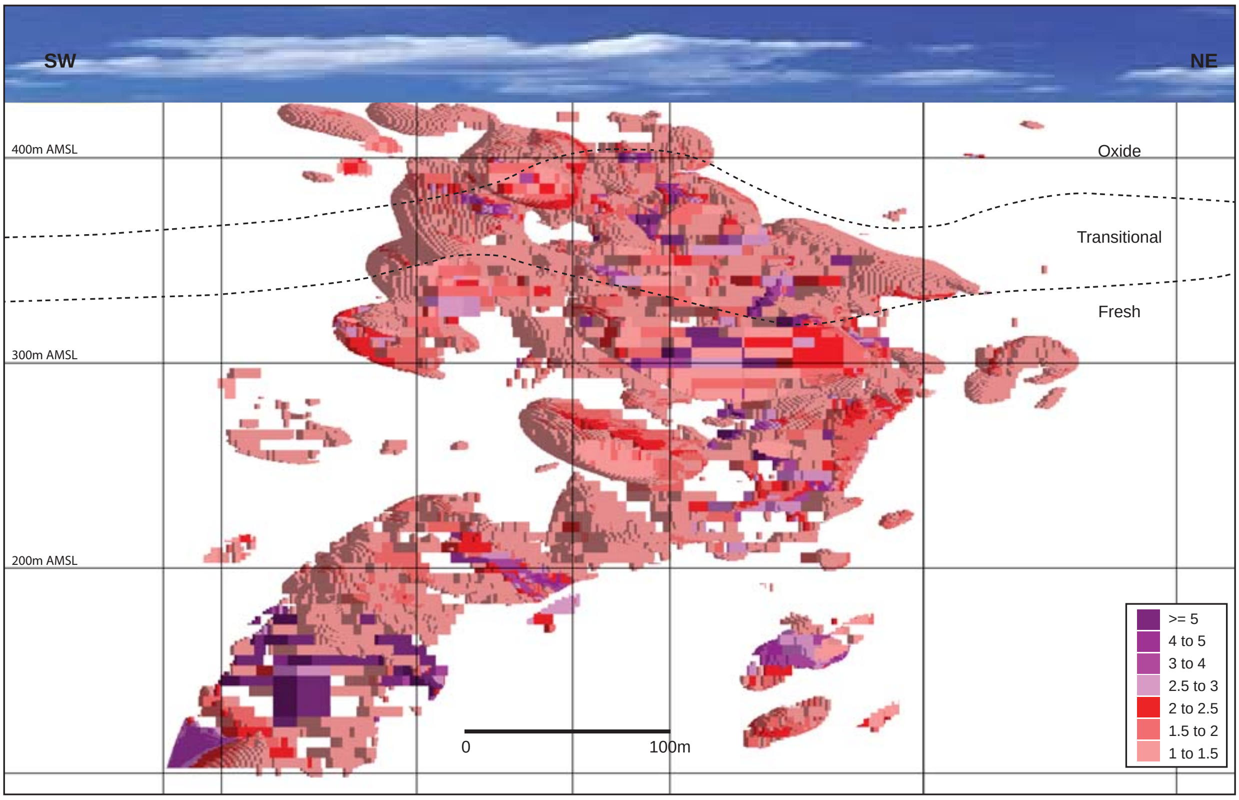


Figure 19. Cross section of the Buccaneer Indicated and Inferred Resource at a 1g/t cut-off centred on 514500mE, 7772650mN with a view towards the north-west.

REGIONAL PROJECTS

The Company performed limited regional exploration work during the financial year due to its focus on the Twin Bonanza Gold Project, however did progress a large amount of agreements with the Central Land Council which lead to a conversion of most of ABM's exploration tenement applications to granted tenements. Various on-country meetings were held and work programs as well as site clearances were progressed in anticipation of the next field season.

HYPERION GOLD PROJECT

The Company did not perform any work on this tenement during the financial year. However the Hyperion Resource is included to ensure completeness of ABM's resource estimations.

The Hyperion Gold Project is located approximately 15 kilometres north-north east of the Groundrush Gold Deposit (Tanami Gold NL). The project consists of two mineralised zones namely Hyperion Central and Hyperion South. At Hyperion Central gold is hosted in quartz-carbonate veins associated with a granite dyke within a differentiated dolerite rock. At Hyperion South gold is hosted in quartz-carbonate veins within dolerite and sedimentary rocks.

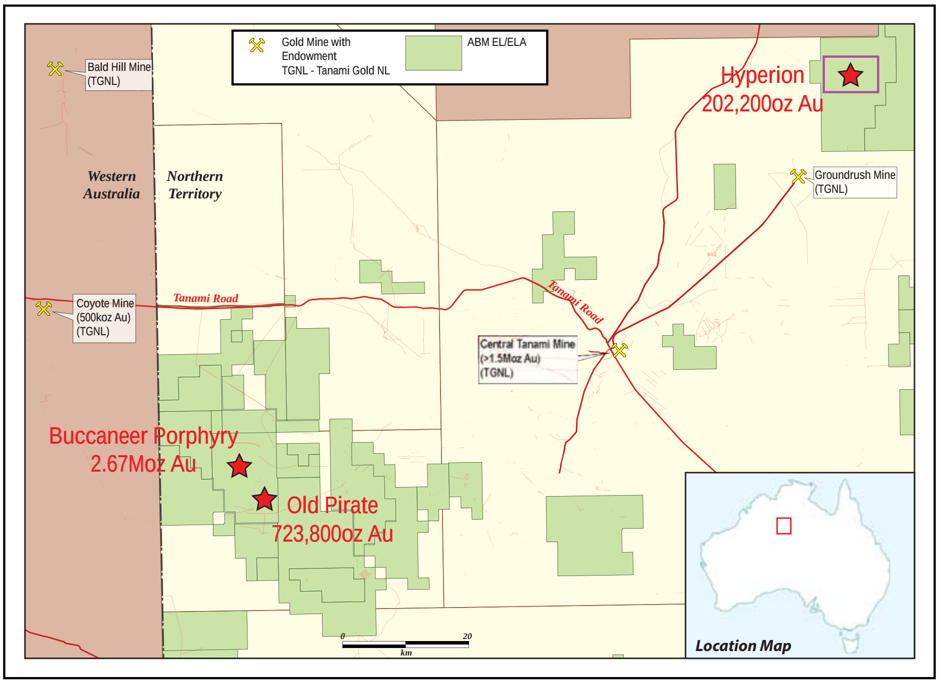


Figure 20. Location map of Hyperion Gold Project relative to the Twin Bonanza Project and the Groundrush Mine.

THE HYPERION RESOURCE

On 16 April 2012 ABM announced a maiden inferred resource for Hyperion. The resource is based on a total of 91 drill holes for 11,157 metres of drilling and includes historic drill data from previous explorers as well as ABM Resources' drilling data.

0.8g/t cut off	Tonnes	Gold (g/t) No Top-cut	Ounces No Top-cut	Gold (g/t) 50g/t top-cut	Ounces 50g/t top-cut
Hyperion Central	2,209,000	2.14	152,100	2.06	146,600
Hyperion South	768,000	2.71	66,800	2.25	55,500
Total	**2,977,000**	**2.29**	**219,000**	**2.11**	**202,200**
2g/t cut-off	**Tonnes**	**Gold (g/t) No Top-cut**	**Ounces No Top-cut**	**Gold (g/t) 50g/t top-cut**	**Ounces 50g/t top-cut**
Hyperion Central	875,000	3.36	94,400	3.17	89,100
Hyperion South	272,000	5.37	47,000	4.08	35,700
Total	**1,147,000**	**3.83**	**141,400**	**3.38**	**124,800**

Table 4. Hyperion Gold Project Resource Estimation at varying cut-offs.
**Note - totals may vary due to rounding.*

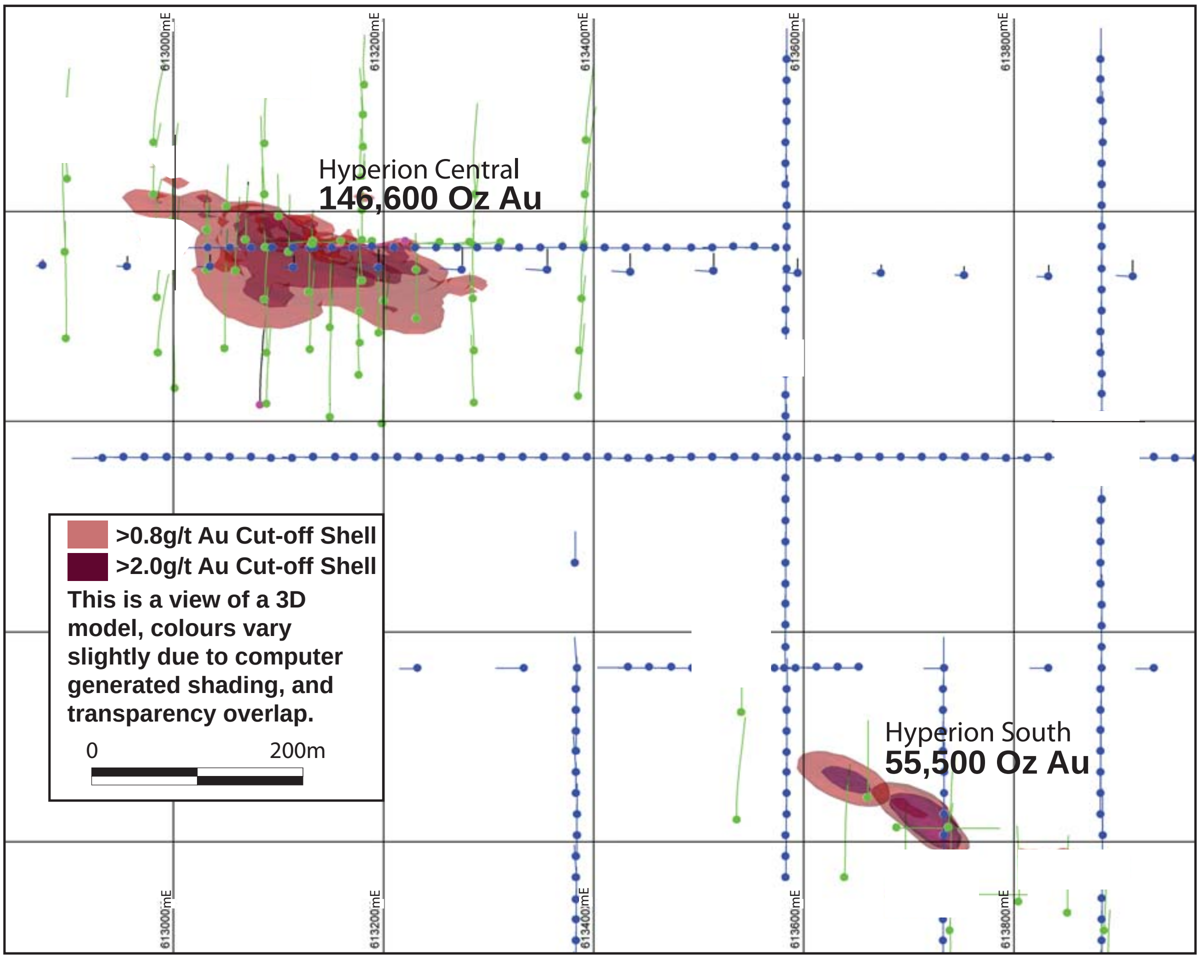


Figure 21. Hyperion Central and South grade shell models (green lines RC drilling, blue lines RAB and Vacuum Drilling).

NORTH ARUNTA REGIONAL PROJECT AREA GEOPHYSICS

A regional airborne electromagnetic survey was flown on the eastern Barrow Creek Project Area, the Swampy / Bonita target areas and the Reynolds Range / Stafford Gold Zone target areas, where a 2km long x 50m wide electromagnetic conductor over the eastern Barrow Creek area was identified. The strength of the conductor indicates a possible accumulation of sulphide minerals and is coincident with a surface copper and zinc anomaly near the Kroda Gold Project. This anomaly has been named the "Emma Prospect" and has been drill-tested with an initial low-cost scout drill program during the financial year. Results revealed wide intersections of pyrite (iron sulphide) material with low-level but anomalous gold and base metals (copper and nickel). Further targeting work is on-going in this area.

Regional geochemistry programs were completed with target areas covered on the Eleanor / Lennon areas, the Swampy / Bonita areas and the Tanami Downs / Mallie Project areas.

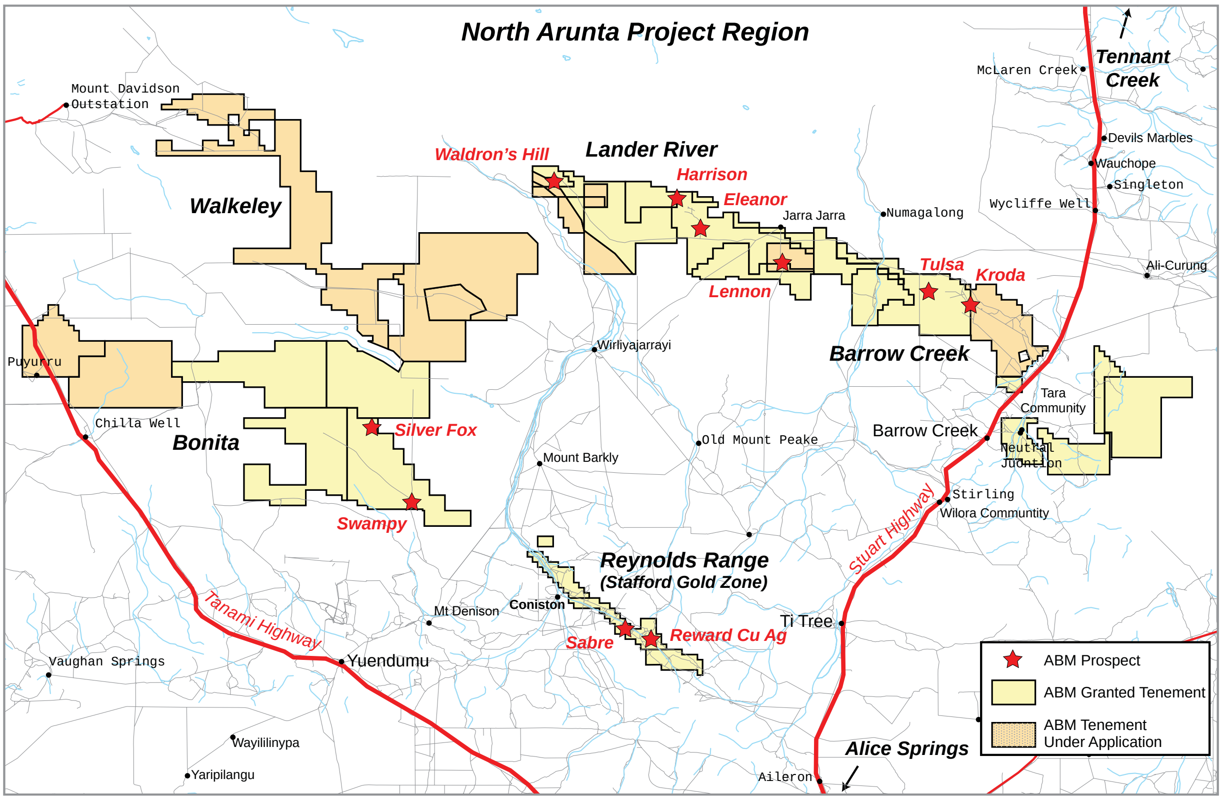


Figure 22. North Arunta Regional Project Area.

OTHER REGIONAL PROJECT AREAS

Regional ionic leach geochemistry surveys were completed which aimed to generate new drill targets on the wider Twin Bonanza Gold Camp, Mallie / Tanami Downs project area.

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

Sub-Project	Target Style	Infrastructure / Access	Extents	Best Intersections / Potential or Resource	2013 Proposed or 2012/2013 Completed Activity	Refer ASX Announcement Date For Further Details
Twin Bonanza Gold Camp Project						
Old Pirate	High-grade sedimentary hosted veins.	25km south of Tanami Road. All weather tracks. 60km from Coyote Mill.	Extendable over 8km of anomalies largely untested to the North and South of Central Old Pirate area. Includes the Golden Hind Prospect (note below). Also, Old Glory and Bermuda Zones which have the potential for an additional open pit.	Resource of 611,000 ounces of gold averaging 10.1g/t gold (top-cut) or 723,800 ounces of gold averaging 11.96g/t gold (uncut).	Continued extensional exploration. Bulk Sample / Trial Mining. Mineral lease application.	02/02/2010, 03/03/2010, 15/06/2010, 08/07/2010, 12/07/2010, 27/07/2010, 31/08/2010, 15/11/2010, 04/04/2011, 08/08/2011, 31/08/2011, 07/09/2011, 13/10/2011, 29/11/2011, 22/12/2011, 05/01/2012, 20/01/2012, 08/02/2012, 16/04/2012, 03/05/2012, 15/05/2012 , 18/06/2012, 09/07/2012, 16/07/2012, 02/08,2012, 05/08/2012, 05/09/2012, 09/10/2012, 19/10/2012, 16/11/2012, 19/11/2012, 26/11/2012, 04/02/2013, 18/03/2013, 09/04/2013, 29/05/2013, 12/06/2013, 03/07/2013, 01/08/2013& 16/08/2013
Golden Hind	High-grade sedimentary hosted quartz veins.	25km south of Tanami Road. All weather tracks. 60km from Coyote Mill. 800m south of Old Pirate.	High-grade 60m strike length, variable width.	Surface strike length sampling 60m averaging 103.23g/t gold. Maiden Resource (incl. in OP resource above) of 59,100 ounces of gold averaging 16.45g/t gold (1g/t cut-off) incl. high-grade core of 49,200 ounces of gold averaging 45.58g/t gold (1g/t cut-off).	Surface sampling and trenching of extensional veins. Maiden Resource Estimation. Bulk Sample/ Trial Mining. Mineral Lease application.	28/06/2012, 05/08/2012, 20/08/2012, 17/09/2012, 02/10/2012, 04/02/2013, 18/03/2013, 01/08/2013& 16/08/2013

Sub-Project	Target Style	Infrastructure / Access	Extents	Best Intersections / Potential or Resource	2013 Proposed or 2012/2013 Completed Activity	Refer ASX Announcement Date For Further Details
Buccaneer including Caribbean, Cypress, Eastern Contact, and Empress Zones.	Porphyry related gold.	22km south of Tanami Road. All weather tracks. 60km from Coyote Mill.	3km by 1.5km extents.	2.67Moz Inferred and Indicated Resource. New HGZ Resource (Inferred and Indicated) of 677Koz of gold averaging 3.61g/t gold (2g/t cut-off) or 1.1Moz of gold averaging 2.23g/t gold (1g/t cut-off). Recent extensional results: 435m @ 0.69g/t gold incl 203m @ 1.07g/t gold incl 41m @ 3.54g/t gold. 174m @ 0.97g/t gold incl 32m @ 1.19g/t gold + 31m @ 3.37g/t gold incl 19m @ 5.08g/t gold. Recent results at Cypress Zone: 6m @ 20.37g/t gold within 294m@ 0.73g/t gold.	Re-optimisation of resource focusing on higher grade structural zones. Metallurgical test work.	01/02/2010 , 03/03/2010, 15/06/2010, 19/08/2010, 31/08/2010, 13/09/2010, 22/09/2010, 18/10/2010, 13/12/2010, 13/01/2011, 21/02/2011, 22/02/2011, 28/02/2011, 22/03/2011, 27/04/2011, 09/05/2011, 09/06/2011, 16/06/2011, 04/07/2011, 18/07/2011, 01/08/2011, 17/08/2011, 12/09/2011, 11/10/2011, 24/10/2011, 28/11/2011, 18/01/2012, 19/01/2012, 07/03/2012, 16/04/2012, 03/05/2012, 14/06/2012, 01/08/2012& 05/02/2013
Twin Bonanza Gold Camp Companion Projects – Marauder, Casa Anomaly 19, Mavericks, Bandit, Corsair, Landlubber.	Various.	18 to 25km south of Tanami Road. 18 to 45km from Coyote Mill.	Combined anomalism over 80 sq km. Largely untested by drilling.	Total of 30 targets at the Twin Bonanza Gold Camp incl Old Pirate and Buccaneer. Anomaly 19: 52m @ 0.32g/t gold incl 18m @ 0.59g/t gold incl 6m @ 1.27 g/t gold. Bandit: 5m @ 3.12g/t gold incl 1m @ 13.25g/t gold.	Test multiple targets.	03/03/2010, 31/01/2011, 03/02/2011, 18/04/2011, 24/10/2011, 28/11/2011, 29/04/2013& 29/05/2013
Northern Tanami Gold Project						
Hyperion	High-grade sedimentary hosted veins.	18km NNE of Groundrush Mine. All weather roads.	500m x 100m zone in overall 2km of anomalies. Open at depth.	202,000 ounce inferred resource.	Ongoing assessment.	09/03/2010 , 04/11/2010, 11/01/2011, 09/11/2011, 28/02/2012, 12/03/2012 & 16/04/2012
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 incl. 16m @ 1.30g/t Au.	Reconnaissance 2013.	09/03/2010 & 04/11/2010

Sub-Project	Target Style	Infrastructure / Access	Extents	Best Intersections / Potential or Resource	2013 Proposed or 2012/2013 Completed Activity	Refer ASX Announcement Date For Further Details
Northern Tanami Gold Project						
Hyperion Companion Projects – Hyp West; Grange, Brokenwood, Old Soldier	High-grade sedimentary hosted veins.	18km NNE of Groundrush Mine. All weather roads.	Multiple targets >6 sq km of anomalism.			09/03/2010 & 11/01/2011
Eastern Barrow Creek Project						
Kroda 3	High-grade sedimentary hosted veins.	18km from Stuart Highway (near Barrow Creek).	540m by 300m anomalous zone defined by shallow drilling.	57m @ 3.83g/t gold incl 29m @6.83g/t gold incl 12m @ 15.69g/t gold. 91m @ 1.44g/t gold incl 33m @ 3.22g/t gold.	Airborne geophysics completed.	16/03/2010, 17/03/2010, 20/06/2011, 27/09/2011 & 03/05/2012
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 / reconnaissance.	9m @ 2.39g/t Au, 6m @ 3.32g/t Au.	Test multiple targets	16/03/2010, 17/03/2010, 20/06/2011& 03/05/2012
Tulsa Project	Shear zone hosted gold?	45km from Stuart Highway near Barrow Creek.	10km of strike length of anomalous gold in soils.		Airborne geophysics. Geochemistry and test targets.	
Emma	Base metals.	18km from Stuart Highway near Barrow Creek.	2km long electromagnetic conductor.	Intersections of wide zones of pyrite mineralisation. Further testing required.		
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 incl 17m @ 3.93g/t Au incl 2m @ 18.15g/t Au.	Targeting.	18/01/2010, 24/05/2010, 15/06/2010, 07/07/2010 & 03/05/2012

Sub-Project	Target Style	Infrastructure / Access	Extents	Best Intersections / Potential or Resource	2013 Proposed or 2012/2013 Completed Activity	Refer ASX Announcement Date For Further Details
Stafford Gold Zone Companion Projects – Falchion 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.	Geochemistry and targeting.	18/01/2010, 07/07/2010 & 03/05/2012
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.	Targeting.	18/01/2010, 13/05/2010 & 03/05/2012
Lake Mackay Projects						
Tekapo	Iron Oxide-Copper-Gold (Tennant Creek / Ernest Henry Style).	400km west 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). 18m @ 3.05g/t gold and 17m @ 0.25% copper.	Targeting.	07/01/2010, 24/08/2011 & 24/11/2011
Dodger	Shear hosted gold + intrusion related base metals.	400km west 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.	Targeting and drill test.	07/01/2010
Taupo	Iron Oxide-Copper-Gold (Tennant Creek / Ernest Henry Style).	400km west 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.	Targeting.	07/01/2010
Lake Mackay Companion Projects – Wakatipu, Manapouri, Te Anau	IOCG, shear hosted gold, intrusive related gold.	400km west of Alice Springs.	Regolith (RAB & Vacuum) anomalies over variable extents.	Large low level anomalies. Manapouri: 1m @ 5.61g/t gold.	Targeting and geochemistry.	07/01/2010, 24/08/2011 & 24/11/2011

Sub-Project	Target Style	Infrastructure / Access	Extents	Best Intersections / Potential or Resource	2013 Proposed or 2012/2013 Completed Activity	Refer ASX Announcement Date For Further Details
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.	Geochemistry and targeting.	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.	Geochemistry and targeting.	23/11/2009
Bonita	Unknown.	70km north of Yuendumu.	6km magnetic anomaly.		Targeting.	03/05/2012
Lake Mackay	Iron Oxide-Copper-Gold, High-Grade Vein.	400km west of Alice Springs, 100km from Nyrripi.	Unprospected ELAs spanning major structures.	No work to date. Regional structural targets. Remote Australia.	Geochemistry and reconnaissance.	23/11/2009

COMPETENT PERSONS STATEMENT

The information in this report that relates to Exploration Results, and Mineral Resources is based on information compiled by Mr Darren Holden who is a Member of The Australasian Institute of Mining and Metallurgy. 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.

DIVESTMENT PROJECTS

ABM's 70% interest in the Erayinia Project in Western Australia was divested to Black Raven Pty Ltd for $300,000.

CORPORATE DEVELOPMENTS

Directors

Andrew Ferguson joined the Board in July 2012 as Non-Executive Director.

ABM's Chairman Mike Etheridge purchased 2 Million shares on market and a related party to Non-Executive Director Graeme Sloan purchased a total of 1,217,314 shares during the financial year.

Best Emerging Company Award

ABM was awarded the prestigious Best Emerging Company Award at the 20th annual Diggers & Dealers Mining Forum in Kalgoorlie, Western Australia in August 2012. A panel of judges consisting of industry experts unanimously agreed that ABM was the deserved recipient of this award.

Share Placements / Movements

During the financial year 20 Million unlisted options with an exercise price of $0.05 expired and 41.75 Million unlisted options were exercised at a price of $0.015 per share.

OUTLOOK 2013/2014

ABM Resources is committed to continuing its programs of exploration and discovery in the Central Desert with focus at the Twin Bonanza Gold Camp. The Old Pirate High-Grade Gold Project is being brought into production using the staged approach, with Stage One Trial Mining and Processing commencing in July 2013. Stage One is expected to be completed in October 2013. Stage Two open-pit mining will commence upon receipt of approvals and permits from relevant government departments and statutory offices.

As the Company evolves ultimately into a mining company, it also intends to continue regional exploration. The Company may consider divesting some regional assets via spin-off or joint venture. The Company strongly believes that the Central Desert of Australia has the potential for further major gold discovery. A number of drill ready targets have been identified and will be tested in the coming year. r ended 30 June 2013.

SUMMARY OF MINING TENEMENTS AND AREAS OF INTEREST

SUMMARY OF MINING TENEMENTS AS AT 30 JUNE 2013

Area of Interest	Tenement	Group's Interest	Tenement Status
NORTHERN TERRITORY			
TANAMI			
Birrindudu	EL5889	100	granted
	EL28566	100	granted
	EL27705	100	granted
	EL28326	100	granted
	EL28560	100	granted
	EL23523	100	application
Supplejack	EL9250	100	granted
	EL27566	100	granted
	EL27979	100	granted
	EL27812	100	granted
	EL27570	100	application
	EL27980	100	application
	EL26623	100	application
Matrix	EL26609	100	granted
	EL28333	100	granted
Cervantes	EL26619	100	granted
	EL27125	100	granted
	EL27126	100	granted
Bonanza	EL25194	100	granted
	EL25844	100	granted
	EL26610	100	granted
	EL26616	100	granted
	EL27124	100	granted
	EL27127	100	granted
	EL27339	100	granted
	EL27378	100	granted
	EL27813	100	granted
	EL28322	100	granted
	EL28323	100	granted
	EL28324	100	granted
	EL28325	100	granted
	EL28327	100	granted
	EL28328	100	granted
	EL24437	100	granted
	EL22850	100	granted
	EL23208	100	granted
	EL23659	100	granted
	EL24436	100	granted
	EL24344	100	granted
	EL26608	100	granted
	EL29790	100	application
	EL28394	100	application
	EL29860	100	application
	ML29822	100	application

SUMMARY OF MINING TENEMENTS AND AREAS OF INTEREST

SUMMARY OF MINING TENEMENTS AS AT 30 JUNE 2013

Area of Interest	Tenement	Group's Interest	Tenement Status
NORTHERN TERRITORY			
North Tanami	EL29181	100	granted
	EL29182	100	granted
South Tanami	EL25191	100	granted
	EL25192	100	granted
	EL28785	100	granted
	EL29859	100	application
	EL29832	100	application
Euro	EL25845	100	granted
	EL26590	100	granted
	EL26591	100	granted
	EL26592	100	granted
	EL26593	100	granted
	EL26613	100	granted
	EL26615	100	granted
	EL26618	100	granted
	EL26620	100	granted
	EL26621	100	granted
	EL26622	100	granted
	EL26673	100	granted
	EL27604	100	granted
LAKE MACKAY			
Taupo	EL28682	100	application
Tarawera	EL10306	100	granted
	EL10305	100	granted
	EL25630	100	granted
	EL24492	100	granted
	EL27780	100	granted
	EL25632	100	granted
	EL29459	100	granted
	EL29460	100	granted
	EL9343	100	granted
	EL25866	100	granted
	EL24299	100	granted
	EL24567	100	granted
	EL27872	100	granted
	EL24949	100	granted
	EL24473	100	application
	EL23898	100	application
	EL27894	100	application
	EL8695	100	application
	EL24915	100	application
	EL29315	100	application
	EL29314	100	application
	EL29316	100	application
	EL29369	100	application

SUMMARY OF MINING TENEMENTS AND AREAS OF INTEREST

SUMMARY OF MINING TENEMENTS AS AT 30 JUNE 2013

Area of Interest	Tenement	Group's Interest	Tenement Status
NORTHERN TERRITORY			
Tekapo	EL9442	100	granted
	EL9449	100	granted
	EL24858	100	granted
Dodger	EL28028	100	granted
Terry's Find	EL27906	100	granted
McEwin Hills	EL29483	100	granted
NORTH ARUNTA			
Walkeley Project	EL22554	100	application
	EL22555	100	application
	EL26903	100	application
Bonita	EL23926	100	granted
	EL29367	100	granted
	EL23927	100	granted
	EL29368	100	granted
	EL29833	100	application
	EL29834	100	application
Reynolds Range	EL28083	100	granted
	EL23655	60	granted
	EL23888	100	granted
Barrow Creek	EL23880	100	granted
	EL23883	100	granted
	EL23884	100	granted
	EL23885	100	granted
	EL23886	100	granted
	EL8766	100	granted
	EL26825	100	granted
	EL29896	100	granted
	EL28515	100	granted
	EL28748	100	granted
	EL28727	100	granted
	EL25035	100	application
	EL25036	100	application
	EL25041	100	application
	EL25042	100	application
	EL25044	100	application
	EL29819	100	application
	EL29820	100	application
	EL25030	100	application
	EL25031	100	application
	EL25033	100	application
	EL25034	100	application
	EL29723	100	application
	EL29724	100	application
	EL29725	100	application
WESTERN AUSTRALIA			
Dalgaranga	M59/106	100	

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 2013.

Directors

Dr Michael Etheridge	Non-Executive Chairman	
Mr Darren Holden	Managing Director	
Mr Imants Kins	Non-Executive Director	
Mr Graeme Sloan	Non-Executive Director	
Mr Andrew Ferguson	Non-Executive Director	Appointed 9 July 2012

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:

- Resource estimation upgrade for the Old Pirate High-Grade Gold Project;
- Discovery of the Golden Hind Deposit;
- Identification of new high-grade gold bearing veins close to the Old Pirate Project;
- Progression from exploration to trial mining using a staged approach;
- Lodgement of a Mineral Lease Application and installing infrastructure at the Old Pirate Trial Mining Project;
- Re-optimisation of the Buccaneer Porphyry Deposit resource; and
- Continued regional exploration throughout the Company's projects in the Northern Territory.

Operating Results

The consolidated loss for the Group after providing for income tax amounted to $15,054,330 (2012: loss of $11,836,321).

Dividends

There were no dividends paid or declared during the year.

Financial Position

The net assets of the Group have decreased by $14,199,847 from 30 June 2012 to $27,591,781 in 2013. The decrease is largely due to a decrease in the cash balance from an increase in exploration, trial mining and working capital expenses.

Significant Changes in the State of Affairs

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

- Appointment of an additional Director, Mr Andrew Ferguson; and
- Commencing the transition from an Exploration Company to a Trial Mining and Exploration Company at the flagship Old Pirate High-Grade Gold Project.

Matters Subsequent to the End of the Financial Year

The Group released a number of announcements to the ASX regarding the Trial Mining and Processing at the Old Pirate Project, some of which have been referred to in the Managing Director's review of operations. Commissioning of the trial processing plant commenced in mid-August.

The Company secured a stand-by credit facility from ANZ for Stage 2 Mining, subject to completion of documentation.

The Company and Independence Group NL (ASX: IGO) signed an Exploration Agreement for the Lake Mackay Regional Project.

Likely Development

- Advancement of the Old Pirate Project to mining phase;
- Studies and extensional drilling at Buccaneer; and
- Continued regional exploration.

Environmental Regulation

The Group's operations are subject to standard environmental regulation under the laws of the Commonwealth, Western Australia and the Northern Territory. 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.

INFORMATION ON DIRECTORS

Dr M Etheridge

PhD, FTSE, FAIG, FAICD

Status: Independent

Position: Non-Executive Chairman

Qualifications and Experience:

Dr Mike Etheridge is a geologist with over 40 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. 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, Chairman of ASX-listed Clancy Exploration Ltd (ASX: CLY) and Deputy Chairman of Zeus Resources Limited (ASX: ZEU).

Dr Etheridge is Chairman of the Group's Remuneration and Nomination Committee, a member of the Audit Committee and Chairman of the Safety, Technical and Sustainability Committee.

Mr D Holden

BSc Hons, MAusIMM

Status: Not independent

Position: Managing Director

Qualifications and Experience:

Mr Holden is a geologist with 19 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 Vice President of Canadian company - Geoinformatics Exploration Inc. where he was instrumental in the delineation of multiple discoveries. Mr Holden returned to Perth in November 2009 to take up the position of Managing Director at ABM Resources NL.

Mr Holden is a member of the Group's Safety, Technical and Sustainability Committee.

Mr I Kins

BEc MA

Status: Not independent

Position: Non-Executive Director

Qualifications and Experience:

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 in 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 has held Director positions in ASX resources companies since 2005 including ABM Resources and as from 9 September 2011 he became a Non-Executive Director of the Company. Mr Kins brings extensive skills and experience based on strategic planning, scenario planning, macroeconomic and corporate governance experience to the Board. He is currently Executive Chairman of Ochre Group Holdings (ASX: OGH) Director of Ochre Management Limited and Co-Chair of Australians For Northern Development and Economic Vision (ANDEV).

Mr Kins is a member of the Group's Remuneration and Nomination Committee and a member of the Audit Committee.

Mr G Sloan

BAppSc, MAusIMM

Status: Independent

Position: Non-Executive Director

Qualifications and Experience:

Graeme Sloan is a Mining Engineer with extensive corporate and operational experience both within Australia and overseas. He is currently Managing Director of Herencia Resources PLC (AIM) and has held senior roles with several ASX listed companies including Tanami Gold NL (ASX: TAM), Perseverance Corporation Limited (ASX: PSV) and Orion Gold NL (ASX: ORN). Mr Sloan has been responsible for the successful development, implementation and commissioning of various projects over a range of different commodity types.

Mr Sloan is a member of the Group's Remuneration and Nomination Committee, Chairman of the Audit Committee and a member of the Safety, Technical and Sustainability Committee.

Mr A Ferguson

BSc Hons

Status: Not independent

Position: Non-Executive Director

Qualifications and Experience:

Mr Ferguson is an Executive Director and the Chief Executive Officer of APAC Resources Limited, which is a natural resources investment company listed on Hong Kong Stock Exchange. Mr Ferguson holds a Bachelor of Science Degree in Natural Resource Development and was a mining engineer in Western Australia in the mid 90's. In 2003, Mr Ferguson co-founded New City Investment Managers in the United Kingdom. He has a proven track record in fund management and was the former co-fund manager of City Natural Resources High Yield Trust, which was awarded best UK Investment Trust in 2006. He has also worked for CQS LLP (CQS) in Hong Kong as the Chief Investment Officer for New City Investment Managers CQS and a Senior Portfolio Manager for CQS. Mr Ferguson was appointed Non-Executive Director of ABM Resources NL on 9 July 2012.

DIRECTORS' REPORT

Ms J Zimmermann

GradDipACG

Position: Company Secretary

Qualifications and Experience:

Ms Jutta Zimmermann is an accountant (Australian AQF diploma level) with over twenty five 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 a graduate diploma in applied corporate governance. Ms Zimmermann holds the position of Chief Financial Officer and Company Secretary with the Company. She is a certified member of Chartered Secretaries Australia and is Director of two of ABM's subsidiaries. Ms Zimmermann is a member of the Group's Safety, Technical and Sustainability 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	Options
Dr M Etheridge	15,000,000	-
Mr D Holden	20,880,952	-
Mr I Kins	21,966,398	-
Mr G Sloan	1,217,314	-
Mr A Ferguson	-	-

Meetings of Directors

During the financial year, 5 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	5	5
Mr D Holden	5	5
Mr I Kins	5	5
Mr G Sloan	5	5
Mr A Ferguson	5	5

Meetings of the Audit Committee

In May 2012 the Board established an Audit Committee which is chaired by Mr Graeme Sloan. Attendance of each Member during the year was as follows:

	Number Eligible to Attend	Committee Meetings Attended
Mr G Sloan	3	3
Dr M Etheridge	3	3
Mr I Kins	3	3

DIRECTORS' REPORT

Meetings of the Remuneration and Nomination Committee

During the financial year, two meetings of the Remuneration and Nomination Committee were held. Attendances by each committee member during the year were as follows:

	Number Eligible to Attend	Committee Meetings Attended
Dr M Etheridge	2	2
Mr I Kins	2	2
Mr G Sloan	2	2

Meetings of the Safety, Technical and Sustainability Committee

During the financial year, two meetings of the Safety, Technical and Sustainability Committee were held. The Committee consists of Directors and non-directors. Attendance by each Director member during the year was as follows:

	Number Eligible to Attend	Committee Meetings Attended
Dr M Etheridge	2	2
Mr D Holden	2	2
Mr G Sloan	2	2

REMUNERATION REPORT (AUDITED)

This Remuneration Report outlines Director and Group's key management personnel remuneration arrangements in accordance with the requirements of the *Corporations Act 2001* and its Regulations. For the purposes of this report, key management personnel of the Group are defined as those persons having authority and responsibility for planning, directing and controlling the major activities of the Company and the Group, directly or indirectly, including any Director (whether executive or otherwise) of the Group.

Remuneration Principles

Remuneration levels are set with the objective of attracting and retaining appropriately qualified and experienced staff. Remuneration packages are structured to recognise, encourage and reward improved performance and business growth, balanced between short-term and long-term goals. Benchmarking is undertaken on a regular basis to ensure remuneration packages are competitively positioned in the market.

Remuneration and Nomination Committee

The full charter of the Remuneration and Nomination Committee is available on the Company's website. The objective of the Remuneration and Nomination Committee is to review the Company's remuneration and nomination policies and strategies and to take appropriate action by making reports and recommendations to the Board as it deems advisable. The Committee consists of three appropriately qualified and experienced Non-Executive Directors, the majority being independent. The Committee is chaired by an independent Non-Executive Director. The Committee will meet at least once a year but as often as it is required to discharge its responsibilities. The Committee will be:

- reviewing and approving the executive remuneration policy to enable the Company to attract and retain executives and Directors who will create value for shareholders;
- ensuring that the executive remuneration policy demonstrates a clear relationship between key executive performance and remuneration;

- recommending to the Board the remuneration of Executive Directors, including remuneration by gender, and annually reviewing executive packages by reference to criteria set out in Clause 6 of the Remuneration and Nomination Committee Charter;
- reviewing the Company's superannuation arrangements;
- setting the terms and conditions for the appointment of the Chief Executive Officer/Managing Director, and undertaking a review (at least annually) of the Chief Executive Officer/Managing Director's performance;
- fairly and responsibly rewarding executives having regard to the objectives and performance of the Group, the performance of the executive and the prevailing remuneration expectations in the market;
- reviewing the Company's recruitment, retention and termination policies and procedures for senior management;
- reviewing and approving the remuneration of the Managing Director, and as appropriate other senior executives;
- reviewing and approving any equity based plans and other incentive schemes;
- maintaining a Board that has an appropriate mix of skills and experience to be an effective decision-making body; and
- ensuring that the Board is comprised of Directors who contribute to the successful management of the Company and discharge their duties having regard to the law and the highest standards of corporate governance.

Non-Executive Director Remuneration

Non-Executive Directors' fees are set with regard to market rates for comparable companies for time, commitment, responsibilities, accountability and the maximum aggregate amount of fees that can be paid to Non-Executive Directors. The fees are not linked to the performance of the Group. However, to align Non-Executive Directors' interests with shareholder interests, the Non-Executive Directors are encouraged to hold shares in the Group purchased by that Non-Executive Director on-market. Some Non-Executive Directors were granted a loan from the Group to cover the acquisition cost of the shares issued during the 2009/2010 financial year.

The Constitution and the ASX Listing Rules specify that the aggregate remuneration of Non-Executive Directors shall be determined from time to time by the members at a General Meeting. The current limit of $300,000 was approved by shareholders at the Annual General Meeting of the Company held on 30 November 2010. Non-executive Director fees have remained unchanged since November 2009.

Key Management Personnel Remuneration Including the Managing Director

The key management personnel remuneration framework has three components and the combination of these comprise the key management personnel's total remuneration:

- Base Salary and Benefits
- Short-Term Incentives at the Boards discretion
- Long-Term Incentives at the Boards discretion

Base Salary and Benefits

Executive Directors, key management personnel and employees are offered a fixed base salary and benefits. Base salary and benefits are reviewed every year to ensure the employee's remuneration is competitive with the market. Employment contracts do not guarantee increases in base salary and benefits.

The Executive Directors, key management personnel and employees receive the superannuation guarantee contribution required by the government, which was 9% during the reporting period, and do not receive any other retirement benefits. Other benefits include salary continuance, life, total and permanent disability insurance and other fringe benefits.

Short-Term Incentives

The objective of short-term incentives is to align the interests of Executive Directors, key management personnel and employees with those of the shareholders through the payment of short-term incentives linked to pre-agreed targets. The targets include, where appropriate growth in shareholder value, exploration success, staff retention, compliance and formulating company strategies. Short-term incentives are designed to incentivise and reward individual contribution to achieving overall performance. Discretionary cash bonuses totalling $85,000 have been granted to Executive Directors and key management personnel during the year.

Long-Term Incentives

All long-term and equity incentives must be linked to predetermined performance and/or continuity criteria. Long-term incentives are designed to align Executive Directors, key management personnel and employee's interest with the Company's longer term objectives of growth in market capitalisation, earnings per share, exploration success and strategic success. On recommendation of the Remuneration and Nomination Committee, the Board may exercise its discretion in relation to approving incentives, including equity participation. The policy is designed to attract the highest calibre of key management personnel and reward them for performance. Key management personnel are also entitled to participate in employee share arrangements.

Performance Evaluation

As part of each Executive Director and key management personnel'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) and taking into account experience, qualifications and length of service. The intention of this program is to facilitate goal congruence between Directors/key management personnel 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/key management personnel is involved in and has a level of control over.

The KPIs target areas, the Remuneration and Nomination Committee 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 key management personnel 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 Remuneration and Nomination Committee 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.

For Non-Executive Directors the KPI's are related to their performance on the Board in regards to their specific field of expertise, continuity of employment and their performance in relation to the Board Charter and Committee Charters.

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 and is on recommendation of the Remuneration and Nomination Committee at the full discretion of the Board.

Key management personnel incentives are based on continuity of employment and performance criteria based on the field of expertise of the key management personnel, 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 Directors and key management personnel during the financial year. Continuity based incentives were delivered in form of shares issued to Directors/key management personnel at market price in the financial year 2010/2011 with the consecutive grant of a loan for the full amount. The continuity conditions are to be fulfilled over a period of three years, with each year a proportion becoming available for release from escrow, subject to loan repayment. None of the Directors has repaid the loan for shares where continuity conditions were fulfilled during the 2012/2013 financial year.

Details of shares and loans granted to Directors/key management personnel can be found on pages 57 and 58.

Company Performance

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 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.

	2009 (restated) $	2010 $	2011 $	2012 $	2013 $
Revenue	66,515	113,204	514,214	1,024,726	717,121
Net loss	4,594,720	30,124,103	9,726,208	11,836,321	15,054,330
Share price at year-end	0.019	0.019	0.037	0.038	0.024
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 D Holden	Managing Director	23 November 2009
Mr I Kins	Non-Executive Director	Role changed to Non-Executive from 9 September 2011
Mr G Sloan	Non-Executive Director	30 November 2010
Mr A Ferguson	Non-Executive Director	9 July 2012
Ms J Zimmermann	CFO / Company Secretary	1 June 2005

Details of Remuneration

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

	Short-Term Employee Benefits			Post-Employment Benefits	Share-based Payments				
2013	Salary, Fees and Commission $	Cash Bonus $	Other $	Superannuation $	Shares $	Put Options [1] $	Total $	Proportion of Remuneration that is at Risk	% of Value of Remuneration that Consists of Options
Directors									
Dr M Etheridge	73,395	-	-	6,605	-	9,640	89,640	10.8%	10.8%
Mr D Holden	295,872	60,000	-	25,000	-	11,662	392,534	18.3%	3.0%
Mr I Kins	36,697	-	-	3,303	-	5,013	45,013	11.1%	11.1%
Mr G Sloan	36,697	-	-	3,303	-	-	40,000	0.0%	0.0%
Mr A Ferguson	39,140	-	-	-	-	-	39,140	0.0%	0.0%
Total Directors	481,801	60,000	-	38,211	-	26,315	606,327		
Other Key Management Personnel									
Ms J Zimmermann	200,000	25,000	-	18,000	-	12,051	255,051	14.5%	4.7%
Total Other	200,000	25,000	-	18,000	-	12,051	255,051		
Total	681,801	85,000	-	56,211	-	38,366	861,378		

2012	Short-Term Employee Benefits Salary, Fees and Commission $	Cash Bonus $	Other $	Post-Employment Benefits Superannuation $	Share-based Payments Shares $	Put Options [1)] $	Total $	Proportion of Remuneration that is at Risk	% of Value of Remuneration that Consists of Options
Directors									
Dr M Etheridge	73,395	-	-	6,605	-	20,084	100,084	20.1%	20.1%
Mr D Holden	275,229	75,000	-	24,771	-	47,016	422,016	28.9%	11.1%
Mr I Kins	43,379	-	-	3,904	-	10,444	57,727	18.1%	18.1%
Mr G Sloan	36,697	-	-	3,303	-	-	40,000	0.0%	0.0%
Total Directors	428,700	75,000	-	38,583	-	77,544	619,827		
Other Key Management Personnel									
Ms J Zimmermann	183,486	20,000	-	16,514	-	25,105	245,105	18.4%	10.2%
Total Other	183,486	20,000	-	16,514	-	25,105	245,105		
Total	612,186	95,000	-	55,097	-	102,649	864,932		

1) The value of the embedded put options within the Directors and other key management personnel loans is in accordance with the Company's Employee Loan Scheme.

Share-based Compensation

Put Options

The balance of the embedded put options within the Directors and other key management personnel loans for the financial year ended 30 June 2013 (2012: $491,184) are as follows:

Name	Total Value of Embedded Put Options since Inception
Dr M Etheridge	86,763
Mr D Holden	289,214
Mr I Kins	45,118
Ms J Zimmermann	108,455
	529,550

The detail of loans to Directors and other key management personnel are set out in Note 26(d). Loans to Directors relate to an at arm's length transaction whereby the 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 Directors, however have been put in a holding lock until such time as the later of fulfilment of continuity of employment conditions or loan repayment has occurred. The loan has to be repaid within 5 years from the issue date. None of the Directors has repaid the loan for shares where continuity conditions were fulfilled during the 2012/2013 financial year.

Performance Bonuses

Following a performance review by the Remuneration and Nomination Committee, the Committee recommended to the Board a cash bonus to D Holden totalling $60,000 and to J Zimmermann totalling $25,000. The Board, at its discretion, approved the recommended bonuses which vested 100% during the financial year ended 30 June 2013.

Options and Shares Issued as Part of Remuneration

No options or shares were issued to Directors and key management personnel as part of their remuneration during the financial year ended 30 June 2013.

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 key management personnel. 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) commenced 23 November 2009.

Mr D Holden, Managing Director

- Term of agreement – 2 year contract commencing 1 September 2012, length of contract to be reviewed annually;
- Base salary, inclusive of superannuation, from 1 July 2012 – 31 August 2013 of $300,000 (annual) and from 1 September 2013 to 30 June 2014 of $325,000 (annual) per year;
- 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 three month notice by either party without reason.

Mr I Kins, Non-Executive Director

- Term of agreement – ongoing subject to re-election by shareholders;
- Remuneration – $40,000 p.a. (including superannuation) commencing 9 September 2011.

Mr G Sloan, Non-Executive Director

- Term of agreement – ongoing subject to re-election by shareholders;
- Remuneration – $40,000 p.a. (including superannuation) commencing 30 November 2010.

Mr A Ferguson, Non-Executive Director

- Term of agreement – ongoing subject to re-election by shareholders;
- Remuneration – $40,000 p.a. (including superannuation) commencing 9 July 2012.

Ms J Zimmermann, CFO / Company Secretary

- Term of agreement – 2 year contract commencing 1 July 2012, length of contract to be reviewed annually;
- Base salary, exclusive of superannuation, of $200,000 from 1 July 2012 per year;
- 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 three month notice by either party without reason.

End of Audited Remuneration Report.

Insurance of Officers

During the financial year, ABM Resources NL expensed a premium of $50,984 to insure the Directors, the secretary 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 Key Management Personnel

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

Unlisted Options

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

Grant Date	Expire Date	Exercise Price	No. of Options
15 January 2010	15 January 2014	0.010	10,000,000
15 January 2010 [1)]	15 January 2015	0.015	166,500,000
18 October 2010	18 October 2015	0.015	41,750,000
			218,250,000

1) On exercise of these options a further 166,500,000 options will be issued ($0.015 @ 5 years from issue date).

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 2013 $	Consolidated 2012 $
Audit related services		
Amounts paid or payable to BDO		
Audit and review of financial statement	44,748	43,744
Total remuneration for audit services	44,748	43,744
Taxation services		
Amounts paid or payable to BDO		
Tax compliance services	20,857	21,405
Total remuneration for non-audit services	20,857	21,405

DIRECTORS' REPORT

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 above, did not compromise the auditor independence requirements of *the Corporations Act 2001* for the following reasons:

- 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 on 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 66.

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

MIKE ETHERIDGE
Non-Executive Chairman

DARREN HOLDEN
Managing Director

Dated this 28th day of August 2013
Perth, Western Australia

CORPORATE GOVERNANCE STATEMENT

The Directors of ABM Resources NL ("ABM Resources" or the "Company") believe that effective corporate governance improves company performance, enhances corporate social responsibility and benefits all stakeholders. Governance practices are not a static set of principles, and the Company assesses its governance practices on an ongoing basis. Changes and improvements are made in a substance over form manner, which appropriately reflects the changing circumstances of the Company as it grows and evolves. Accordingly, the Board has established a number of practices and policies to ensure that these intentions are met and that all shareholders are fully informed about the affairs of the Company.

ASX Corporate Governance Principles and Recommendations

The Company has adopted the Australian Securities Exchange (ASX) Corporate Governance Council Corporate Governance Principles and Recommendations with 2010 Amendments 2nd edition as released by the ASX Corporate Governance Council ("ASX Principles"). ABM Resources' corporate governance practices are outlined in this corporate governance statement.

Where the Company has not followed a recommendation, reasons for non-compliance have been identified. All these practices, unless otherwise stated, were in place for the entire year. This disclosure is in accordance with ASX listing rule 4.10.3.

	ASX P&R 1)	If not, why not 2)		ASX P&R 1)	If not, why not 2)
Recommendation 1.1	✓		Recommendation 4.2	✓	
Recommendation 1.2	✓		Recommendation 4.3	✓	
Recommendation 1.3 3)	✓		Recommendation 4.4 3)	✓	
Recommendation 2.1		✓	Recommendation 5.1	✓	
Recommendation 2.2	✓		Recommendation 5.2 3)	✓	
Recommendation 2.3	✓		Recommendation 6.1	✓	
Recommendation 2.4	✓		Recommendation 6.2 3)	✓	
Recommendation 2.5	✓		Recommendation 7.1	✓	
Recommendation 2.6 3)	✓		Recommendation 7.2	✓	
Recommendation 3.1	✓		Recommendation 7.3	✓	
Recommendation 3.2	✓		Recommendation 7.4 3)	✓	
Recommendation 3.3	✓		Recommendation 8.1	✓	
Recommendation 3.4	✓		Recommendation 8.2	✓	
Recommendation 3.5 3)	✓		Recommendation 8.3	✓	
Recommendation 4.1	✓		Recommendation 8.4 3)	✓	

1) Indicates where the Company has followed the ASX Principles and Recommendations.
2) Indicates where the Company has provided "if not, why not" disclosure.
3) Information based recommendations 1.3, 2.6, 3.5, 4.4, 5.2, 6.2, 7.4 and 8.4 are not adopted or reported against using the "if not, why not" disclosure - information is either provided or it is not.

PRINCIPLE 1: LAY SOLID FOUNDATIONS FOR MANAGEMENT AND OVERSIGHT

Functions of the Board and Senior Executives

The Board operates in accordance with broad principles set out in its Charter. The full Board Charter, Committee Charters and Policies are available in the Corporate Governance section on the Company's website www.abmresources.com.au.

CORPORATE GOVERNANCE STATEMENT

The Board Charter sets out the Board's delegation of responsibility to allow the Managing Director and the executive management team to carry out the day-to-day operations and administration of the Company. The Board Charter supports all delegation of responsibilities by formally defining the specific functions reserved for the Board and its Committees, and those matters delegated to management. The Managing Director is accountable to the Board for the authority that is delegated by the Board.

All Directors and key executives reporting to the Managing Director of the Company have been given formal letters of appointment outlining key terms and conditions of their appointment.

Process for Evaluating Performance of Senior Executives

All senior executives are subject to a formal annual performance evaluation which is undertaken by the Managing Director. The Managing Director meets with each senior executive on an annual basis to review performance, including a review of key performance indicators and performance and accountability benchmarks. The annual review for the reporting period ending 30 June 2013 is anticipated to be completed in September 2013 and the annual review for the previous reporting period took place in the first quarter of the 2012-2013 reporting period.

The Managing Director is subject to a formal annual performance evaluation which is undertaken by the Remuneration and Nomination Committee, which includes a review of key performance indicators and performance and accountability benchmarks. The annual review for the reporting period ending 30 June 2013 is anticipated to be completed in September 2013 and the annual review for the previous reporting period took place in the first quarter of the 2012-2013 reporting period.

PRINCIPLE 2: STRUCTURE THE BOARD TO ADD VALUE

The ABM Board comprised on 30 June 2013 of five Directors:

Dr Michael Etheridge	Non-Executive Chairman	Independent
Mr Darren Holden	Managing Director	Not independent
Mr Imants Kins	Non-Executive Director	Not independent
Mr Graeme Sloan	Non-Executive Director	Independent
Mr Andrew Ferguson (appointed 9 July 2012)	Non-Executive Director	Not independent

Independence of Board

The structure of the Board does not comply with ASX Recommendation 2.1 as a majority of the Directors are not independent. In determining the independence of Directors the Board has regard to the independence criteria as set out in the ASX Principles. The Board has considered each case separately and has concluded that the relationships are not material and do not interfere with the relevant Director's exercise of unfettered and independent judgment or their ability to act in the best interests of security holders. Where a conflict of interest occurs, the relevant Director will be excluded from voting.

Mr Kins was previously an Executive Director of the Company and is therefore not considered to be independent. Mr Ferguson is an officer of APAC Resources Limited (a substantial shareholder of ABM) and is therefore not considered to be independent. Mr Holden is Managing Director of ABM and is therefore not considered to be independent. Dr Etheridge and Mr Sloan are independent.

Details of Board members, their experience, expertise, qualifications, term in office and independence status are set-out at the commencement of the Directors' Report.

Independence and Non-Executive Role of Chairman

The Chairman is responsible for leading the Board, ensuring Directors are properly briefed in all matters relevant to their role and responsibilities, facilitating Board discussions and managing the Board's relationship with the Company's senior executives. The independent Chair of the Board is Dr Etheridge who is a Non-Executive Director.

Nomination and Appointment

The Company has a Remuneration and Nomination Committee. The Chair of the Committee is Dr Mike Etheridge. Mr Sloan and Mr Kins are Non-Executive committee members. Each committee member is excluded from matters of personal interest.

The terms and conditions of the appointment and retirement of Directors are set out in a letter of appointment which covers remuneration, expectations, terms, the procedures for dealing with conflicts of interest and the availability of independent professional advice.

Board Committees

ABM has three Board Committees:

- Remuneration and Nomination Committee,
- Audit Committee and
- Safety, Technical and Sustainability Committee.

All Board committees have a formal charter which sets out their respective roles and responsibilities and these are disclosed in the Corporate Governance Section on the Company's website.

Performance Evaluation

The Remuneration and Nomination Committee is responsible for an annual performance review of the Board and compares the performance of the Board with the requirements of its Charter and critically reviews the mix of the Board. The Remuneration and Nomination Committee Charter and the Policy for the disclosure of Performance Evaluation of the Board, its Committees and its individual Directors can be found in the Corporate Governance section of the Company's website. When the Committee met to consider the Board performance this year, it was agreed and recommended to the Board that it was more appropriate to undertake significant Board renewal within the next 12 months, mainly to strengthen skills and knowledge in mining and related areas. The board agreed to this approach at its strategy meeting in May 2013, and the Chairman was charged with leading the Board renewal process via discussions with existing directors and initiating a search for new, appropriately skilled director candidates. That process is expected to be completed by December 2013.

The procedure in relation to the nomination and appointment of Directors is contained within the Remuneration and Nomination Committee Charter.

Independent Advice

The Board, Committees and individual Directors may seek independent external professional advice as considered necessary at the expense of the Company, subject to prior consultation with the Chairman or the Managing Director. All Directors have access to the Company Secretary.

PRINCIPLE 3: PROMOTE ETHICAL AND RESPONSIBLE DECISION MAKING

Code of Conduct

The Board has adopted a formal Corporate Code of Conduct. A copy of the code is made available to all employees of the Company and can be found in the Corporate Governance section on the Company's website.

The Corporate Code of Conduct provides a framework for decisions and actions in relation to ethical conduct in employment. It underpins the Company's commitment to integrity and fair dealing in its business affairs and to a duty of care to all employees, clients and stakeholders. The document sets out the principles covering appropriate conduct in a variety of contexts and outlines the minimum standard of behaviour expected from management and employees.

ABM encourages the reporting of matters that may cause financial and non-financial loss to the Company or damage to the Company's reputation. All employees are required to immediately report circumstances that may involve a breach of the Code of Conduct. The Audit Committee is responsible to oversee procedures for whistleblower protection.

The Company has a Securities Trading Policy that establishes a procedure for dealings by Directors, senior executives, employees, and their related parties in the Company's securities, and in securities of other entities with whom the Company may have business dealings. A copy of the Securities Trading Policy is available in the Corporate Governance section of the Company's website.

Diversity

The Company and all its related bodies are committed to workplace diversity and have an adopted a Diversity Policy which is available in the Corporate Governance section on the Company's website.

The Company recognises the benefits arising from employee and Board diversity, including a broader pool of high quality employees, improving employee retention, accessing different perspectives and ideas and benefiting from all available talent. Diversity includes, but is not limited to, gender, age, ethnicity and cultural background.

The Chairman monitors the scope and currency of this policy. The Company is responsible for implementing, monitoring and reporting on the Measurable Objectives. Measurable Objectives as set by the Board will be included in the annual key performance indicators for the Managing Director and senior executives. In addition, the Board will review progress against the Objectives as a key performance indicator in its annual performance assessment.

The following table shows the representation of women in the Company at 30 June 2013.

	Female	Female %
The Whole Organisation [1]	12	46%
Permanent Technical Staff (excludes Senior Executives)	5	45%
Permanent Administration Staff (excludes Senior Executives)	4	80%
Senior Executives	1	50%
Board Members	-	0%

1) Excludes Non-Executive Directors and includes seasonal staff

PRINCIPLE 4: SAFEGUARD INTEGRITY IN FINANCIAL REPORTING

Audit Committee

The Board established a formal Audit Committee in May 2012. The role of the Audit Committee is to assist the Board in monitoring and reviewing any matters of significance affecting financial reporting, financial risk and compliance.

The primary purpose of the Committee is to assist the Board in fulfilling its statutory and fiduciary responsibilities relating to:

- the quality and integrity of the Company's financial statements, accounting policies and financial reporting, disclosure and business ethics practices and policies;
- compliance with all applicable laws, regulations and company policy;
- the effectiveness and adequacy of internal control processes;
- the performance of the Company's external auditors and their appointment and removal;
- the independence of the external auditor and the rotation of the lead engagement partner; and
- the identification and management of business risks.

Structure of Audit Committee

The Audit Committee consists of Mr Sloan (independent Chair), Dr Etheridge (independent Non-Executive member) and Mr Kins (Non-Executive member). The composition of the Audit Committee will be assessed on an ongoing basis in light of the Company's overall Board structure and strategic direction.

Audit Committee Charter

The Board has adopted a formal Audit Committee Charter. The Charter sets out the roles and responsibilities of the Audit Committee and contains information on the procedures for the selection, appointment and rotation of the external auditor. A full copy of the Audit Committee Charter is available in the Corporate Governance section of the Company's website.

PRINCIPLE 5: MAKE TIMELY AND BALANCED DISCLOSURE

ABM's Continuous Disclosure Policy focuses on continuous disclosure compliance and improving access to information for investors. This Policy is available in the Corporate Governance section on the Company's website.

The Board has ultimate authority and responsibility for market disclosure. This responsibility is delegated to the Managing Director, Company Secretary and the Audit Committee. Approval is sought from the Chairman on all significant matter and the Chairman seeks Board approval as required.

PRINCIPLE 6: RESPECT THE RIGHTS OF SHAREHOLDERS

ABM's Shareholder Communications Strategy and Fair Dealings with Stakeholder Policies are available in the Corporate Governance section on the Company's website.

Shareholders queries should be referred to the Managing Director or Company Secretary in the first instance. The Company endeavours to provide shareholders with important information on the Company in a timely and efficient manner.

In addition to direct mailing and emailing 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.

PRINCIPLE 7: RECOGNISE AND MANAGE RISK

Risk Management

The Board determines the Company's risk profile and is responsible for overseeing and approving risk management strategy and policies, internal compliance and internal control. ABM's Risk Management Policy is available in the Corporate Governance section of the Company's website.

The Board has delegated to the Audit Committee and to the Safety and Technical Committee responsibility for implementing the risk management system where appropriate.

The Safety, Technical and Risk Committee will submit particular matters to the Board for its approval or review. Among other things it will:

- oversee the Company's risk management systems, practices and procedures to ensure effective risk identification and management and compliance with internal guidelines and external requirements;
- assist management to determine the key risks to the businesses and prioritise work to manage those risks; and
- review reports by management on the efficiency and effectiveness of risk management and associated internal compliance and control procedures.

The Company's process of risk management and internal compliance and control includes:

- identifying and measuring risks that might impact upon the achievement of the Company's goals and objectives, and monitoring the environment for emerging factors and trends that affect these risks;
- formulating risk management strategies to manage identified risks, and designing and implementing appropriate risk management policies and internal controls; and

- monitoring the performance of, and improving the effectiveness of, risk management systems and internal compliance and controls, including regular assessment of the effectiveness of risk management and internal compliance and control.

To this end, comprehensive practices are in place that are directed towards achieving the following objectives:

- compliance with applicable laws and regulations;
- preparation of reliable published financial information; and
- implementation of risk transfer strategies where appropriate e.g. insurance.

The Board will review assessments of the effectiveness of risk management and internal compliance and control on an annual basis.

Delegation to Management

The responsibility for undertaking and assessing risk management and internal control effectiveness is delegated to management. Management is required to assess risk management and associated internal compliance and control procedures and report back at least bi-annually to the Audit Committee and the Safety and Technical Committee.

Management Declaration

The Managing Director and the CFO have provided a declaration to the Board in accordance with Section 295A of the *Corporations Act 2001* and have assured the Board that such declaration is founded on a sound system of risk management and internal control and that the system is operating effectively in all material respects in relation to financial risk.

PRINCIPLE 8: REMUNERATE FAIRLY AND RESPONSIBLY

Remuneration and Nomination Committee.

The Board has a formal Remuneration and Nomination Committee. A full copy of the charter is available in the Corporate Governance section of the Company's website.

Structure of Remuneration and Nomination Committee:

The Remuneration and Nomination Committee consists of Dr Etheridge (independent Non-Executive Chair), Mr Sloan (independent Non-Executive member) and Mr Kins (Non-Executive member).

Distinction of Non-Executive Directors' Remuneration from Remuneration of Executive Directors and Senior Executives.

Fees for Non-Executive Directors are not linked to the performance of the economic entity. However, to align Non-Executive Directors' interests with shareholder interests, the Non-Executive Directors are encouraged to hold shares in the economic entity purchased by that Non-Executive Director on-market.

Generally, Non-Executive Directors should not:

- receive options or cash bonuses from the Company. However, the Board has the discretion to determine in the appropriate circumstances, where shareholder approval is obtained, that Non-Executive Directors may be granted incentive shares and/or options; and
- be provided with retirement benefits other than superannuation. However, the Board has the discretion to determine in the appropriate circumstances, where shareholder approval is obtained, that Non-Executive Directors may be granted retirement benefits.

Executive Directors and senior executives remuneration is subject to an annual performance evaluation. This evaluation is based on specific criteria, including the business performance of the Company and its subsidiaries, whether strategic objectives are being achieved and the development of management and personnel. The Remuneration and Nomination Committee must ensure that remuneration policies fairly and responsibly reward executives having regard to the objectives and performance of the Company, the performance of the executive, length of service and experience of the executive, and prevailing remuneration expectations in the market.

AUDITOR'S INDEPENDENCE DECLARATION

Tel: +8 6382 4600
Fax: +8 6382 4601
www.bdo.com.au

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

28 August 2013

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

Dear Sirs,

DECLARATION OF INDEPENDENCE BY WAYNE BASFORD TO THE DIRECTORS OF ABM RESOURCES NL

As lead auditor of ABM Resources NL for the year ended 30 June 2013, 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; and
- 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 year.

WAYNE BASFORD
Director

BDO Audit (WA) Pty Ltd
Perth, Western Australia

ANNUAL FINANCIAL REPORT

The financial statements of ABM Resources NL for the year ended 30 June 2013 were authorised for issue in accordance with a resolution of the Directors on 28th August 2013 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 30.

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 6 to 43 and in the Directors' Report on pages 47 to 59, 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

ANNUAL FINANCIAL REPORT

CONTENTS

	Page
Financial Report	
Consolidated Statement of Profit or Loss and Other Comprehensive Income	69
Consolidated Statement of Financial Position	70
Consolidated Statement of Cash Flows	71
Consolidated Statement of Changes in Equity	72
Notes to the Consolidated Financial Statements	73
Directors' Declaration	109
Independent Auditor's Report to the Members	110
Additional Information for Public Listed Companies	112

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2013

	Notes	Consolidated 2013 $	Consolidated 2012 $
Revenue from continuing activities	4	717,121	1,024,726
Other income	5	372,697	218,870
Reversal of impairment provision of ABM Resources Mozambique Limitada	20(a)	-	502,084
Employee and Directors benefits expenses	6	(3,821,693)	(3,182,025)
Lease expenses		(68,211)	(61,649)
Depreciation expenses	15	(516,688)	(282,519)
Loss on disposal of property, plant and equipment		(30,796)	(43,887)
Consultancy expenses		(239,097)	(396,619)
Exploration and evaluation expenses		(10,949,057)	(9,364,028)
Impairment of capitalised exploration and evaluation expenditure	16	(368,720)	-
Legal fees		(36,180)	(73,191)
Other expenses	6	(790,695)	(742,831)
Loss before income tax expense		(15,731,319)	(12,401,069)
Income tax (expense)/benefit	7(a)	676,989	564,748
Loss for the year		(15,054,330)	(11,836,321)
Loss attributable to members of ABM Resources NL		(15,054,330)	(11,836,321)
Other comprehensive income			
Items that will be classified to profit or loss			
Net change in fair value of available-for-sale financial assets	20(a)	(13,750)	(133,750)
Total other comprehensive income for the year		(13,750)	(133,750)
Total comprehensive income for the year		(15,068,080)	(11,970,071)
Total comprehensive income for the year attributable to members of ABM Resources NL		(15,068,080)	(11,970,071)
Basic loss per share attributable to the ordinary equity holders of the Company			
Basic loss per share (cents per share)	8	(0.46)	(0.41)
Diluted earnings per share	8	n/a	n/a

The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2013

	Notes	Consolidated 2013 $	2012 $
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	10	8,344,284	23,035,004
Trade and other receivables	11	135,905	1,193,123
Inventories	12	122,466	-
Other current assets	13	173,952	422,299
TOTAL CURRENT ASSETS		8,776,607	24,650,426
NON-CURRENT ASSETS			
Trade and other receivables	11	1,830,899	805,352
Other financial assets	14	40,000	53,750
Property, plant and equipment	15	3,292,593	1,251,341
Exploration, evaluation and development expenditure	16	17,617,075	17,985,795
TOTAL NON CURRENT ASSETS		22,780,567	20,096,238
TOTAL ASSETS		31,557,174	44,746,664
LIABILITIES			
CURRENT LIABILITIES			
Trade and other liabilities	17	2,410,023	2,396,587
Provisions	18	44,118	35,159
TOTAL CURRENT LIABILITIES		2,454,141	2,431,746
NON-CURRENT LIABILITIES			
Provisions	18	1,511,252	523,290
TOTAL NON-CURRENT LIABILITIES		1,511,252	523,290
TOTAL LIABILITIES		3,965,393	2,955,036
NET ASSETS		27,591,781	41,791,628
EQUITY			
Contributed equity	19	131,415,533	130,637,999
Reserves	20	8,555,017	9,070,832
Accumulated losses		(112,378,769)	(97,917,203)
TOTAL EQUITY		27,591,781	41,791,628

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 2013

	Notes	Consolidated 2013 $	2012 $
CASH FLOWS FROM OPERATING ACTIVITIES			
Payments to suppliers and employees		(1,972,140)	(2,199,729)
Interest received		1,091,326	720,535
Payments for security deposit		(1,840)	-
R&D uplift refund		1,241,737	350,286
Payments for exploration, evaluation and development		(13,343,516)	(10,281,078)
Other receipts		-	12,500
Net cash inflow/(outflow) from operating activities	23	(12,984,433)	(11,397,486)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(1,758,274)	(800,460)
Payments for bond deposit		(1,025,547)	-
Proceeds from sale of property, plant and equipment		-	6,665
Proceeds from sale of exploration interest		300,000	-
Net cash inflow/(outflow) from investing activities		(2,483,821)	(793,795)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		626,250	27,385,000
Proceeds from employee share scheme		154,800	8,482
Share issue costs		(3,516)	(913,128)
Net cash inflow/(outflow) from financing activities		777,534	26,480,354
Net increase/(decrease) in cash and cash equivalents		(14,690,720)	14,289,073
Cash and cash equivalents at beginning of year		23,035,004	8,745,931
Cash and cash equivalents at end of year	10	8,344,284	23,035,004

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 2013

	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 30 June 2011		105,754,877	177,500	21,010,045	721,493	502,084	(99,005,226)	29,160,773
Comprehensive income for the year								
Loss for the year		-	-	-	-	-	(11,836,321)	(11,836,321)
Other comprehensive income								
Movement in available-for-sale financial assets	20(a)	-	(133,750)	-	-	-	-	(133,750)
Total comprehensive income for the year		-	(133,750)	-	-	-	(11,836,321)	(11,970,071)
Transaction with owners in their capacity as owners:								
Shares issued	19(a)	27,625,000	-	-	-	-	-	27,625,000
Transaction costs	19(a)	(993,128)	-	-	-	-	-	(993,128)
Employee shares buy-back	19(a)	(37,776)	-	-	-	-	-	(37,776)
Derecognition of treasury shares	19(a)	(1,710,974)	-	-	-	-	-	(1,710,974)
Realisation of foreign currency translation reserve	20(a)	-	-	-	-	(502,084)	-	(502,084)
Transfer of reserve on options exercised	20(a)	-	-	(12,924,344)	-	-	12,924,344	-
Movement in employee options reserve	20(a)	-	-	-	219,888	-	-	219,888
Total transactions with owners		24,883,122	-	(12,924,344)	219,888	(502,084)	12,924,344	24,600,926
Balance at 30 June 2012		130,637,999	43,750	8,085,701	941,381	-	(97,917,203)	41,791,628
Comprehensive income for the year								
Loss for the year		-	-	-	-	-	(15,054,330)	(15,054,330)
Other comprehensive income								
Movement in available-for-sale financial assets	20(a)	-	(13,750)	-	-	-	-	(13,750)
Total comprehensive income for the year		-	(13,750)	-	-	-	(15,054,330)	(15,068,080)
Transaction with owners in their capacity as owners:								
Shares issued	19(a)	626,250	-	-	-	-	-	626,250
Transaction costs	19(a)	(3,516)	-	-	-	-	-	(3,516)
Recognition of treasury shares	19(a)	154,800	-	-	-	-	-	154,800
Transfer of reserve on expired options	20(a)	-	-	(498,323)	-	-	498,323	-
Transfer of reserve on vested shares issue to employee	20(a)	-	-	-	(94,441)	-	94,441	-
Movement in employee options reserve	20(a)	-	-	-	90,699	-	-	90,699
Total transactions with owners		777,534	-	(498,323)	(3,742)	-	592,764	868,233
Balance at 30 June 2013		131,415,533	30,000	7,587,378	937,639	-	(112,378,769)	27,591,781

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 2013

CONTENTS OF THE NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

		Page
1.	Summary of Significant Accounting Policies	74
2.	Accounting Estimates and Judgements	86
3.	Segment Information	87
4.	Revenue	89
5.	Other Income	89
6.	Expenses	89
7.	Income Tax Expense	90
8.	Loss per Share	91
9.	Auditors' Remuneration	92
10.	Cash and Cash Equivalents	92
11.	Trade and Other Receivables	92
12.	Inventories	93
13.	Other Current Assets	93
14.	Other Financial Assets	94
15.	Property, Plant and Equipment	94
16.	Exploration, Evaluation and Development Expenditure	95
17.	Trade and Other Payables	95
18.	Provisions	96
19.	Contributed Equity	97
20.	Reserves	97
21.	Financial Risk Management	99
22.	Share-based Payments	102
23.	Cash Flow Information	103
24.	Non-Cash Investing and Financing Activities	103
25.	Related Party Transactions	103
26.	Key Management Personnel Disclosures	104
27.	Contingencies	106
28.	Commitments	106
29.	Subsequent Events	107
30.	Parent Entity Information	107
31.	Subsidiaries	108
32.	Company Details	108

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

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 statements in conformity with International Financial Reporting Standards as adopted in Australia requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the economic entity's accounting policies. See Note 2 for further details.

Financial statement presentation

In accordance to the *Corporations Act 2001*, there are no separate financial statements for ABM Resources NL as an individual entity presented. However, limited financial information for ABM Resources NL as an individual entity's is included in Note 30.

(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 2013 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.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

(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).

The Group has adopted AASB 8 *Operating Segments* that requires a 'management approach', under which segment information is presented on the same basis as that used for internal reporting purposes.

(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.

(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 profit or loss and other 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).

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

(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.

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.

(h) Business Combination

The acquisition method of accounting is used to account for all business combinations, regardless of whether equity investments or other assets are acquired. The considerations transferred for the acquisition of a subsidiary comprises the fair value of the assets transferred, the liabilities incurred and the equity interest issued by the Group.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

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 six 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) Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of inventories is based on the weighted average cost principle and includes expenditure incurred in acquiring inventories, production or conversion cost and other cost incurred in bringing them to their existing location and condition.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and selling expenses.

(k) 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.

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 profit or loss and other comprehensive income as part of the profit or loss on sale.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

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 profit or loss and other comprehensive income, with the exception of available-for-sale financial assets, which are recognised directly in other comprehensive income.

(l) Property, Plant and Equipment

Freehold land is carried at cost. All other property, plant and equipment are 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%
Infrastructure	10%
Plant and equipment	10% - 40%

(m) Exploration, Evaluation and Development Expenditure

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.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

(n) 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.

(o) 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.

(p) 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. Provisions for rehabilitation are recognised at the estimated costs based on the Mine Management Plans and the assessment by the Department of Mines and Energy.

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.

(q) 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.

(r) 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.

(s) 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.

(t) 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.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

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.

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.

(u) New Accounting Standards and Interpretations

Certain new accounting standards and interpretations have been published that are not mandatory for 30 June 2013 reporting periods and have not yet been applied in the financial report. The Group's assessment of the impact of these new standards and interpretations is set out below.

Reference	Title	Nature of Change	Application Date of Standard	Impact on the Group Financial Statements	Application Date for the Group
AASB 9 (issued December 2009 and amended December 2010)	Financial Instruments	Amends the requirements for classification and measurement of financial assets. The available-for-sale and held-to-maturity categories of financial assets in AASB 139 have been eliminated. Under AASB 9, there are three categories of financial assets: • Amortised cost. • Fair value through profit or loss. • Fair value through other comprehensive income. The following requirements have generally been carried forward unchanged from AASB 139 *Financial Instruments*: *Recognition and Measurement* into AASB 9: • Classification and measurement of financial liabilities; and • Derecognition requirements for financial assets and liabilities. However, AASB 9 requires that gains or losses on financial liabilities measured at fair value are recognised in profit or loss, except that the effects of changes in the liability's credit risk are recognised in other comprehensive income.	Annual reporting periods beginning on or after 1 January 2015	Adoption of AASB 9 is only mandatory for the year ending 30 June 2016. The Group has not yet made an assessment of the impact of these amendments.	1 July 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

Reference	Title	Nature of Change	Application Date of Standard	Impact on the Group Financial Statements	Application Date for the Group
AASB 10 (issued August 2011)	Consolidated Financial Statements	Introduces a single 'control model' for all entities, including special purpose entities (SPEs), whereby all of the following conditions must be present: • Power over investee (whether or not power used in practice). • Exposure, or rights, to variable returns from investee. • Ability to use power over investee to affect the entity's returns from investee. Introduces the concept of 'de facto' control for entities with less than a 50% ownership interest in an entity, but which have a large shareholding compared to other shareholders. This could result in more instances of control and more entities being consolidated.	Annual reporting periods beginning on or after 1 January 2013	When this standard is first adopted for the year ended 30 June 2014, there will be no impact on transactions and balances recognised in the financial statements because the Group does not have any special purpose entities or because the new definition of control does not change the classification of any of the entities investments in subsidiaries, joint arrangements or associates.	1 July 2013
AASB 11 (issued August 2011)	Joint Arrangements	Joint arrangements will be classified as either 'joint operations' (where parties with joint control have rights to assets and obligations for liabilities) or 'joint ventures' (where parties with joint control have rights to the net assets of the arrangement). Joint arrangements structured as a separate vehicle will generally be treated as joint ventures and accounted for using the equity method (proportionate consolidation no longer allowed). However, where terms of the contractual arrangement, or other facts and circumstances indicate that the parties have rights to assets and obligations for liabilities of the arrangement, rather than rights to net assets, the arrangement will be treated as a joint operation and joint venture parties will account for the assets, liabilities, revenues and expenses in accordance with the contract.	Annual reporting periods beginning on or after 1 January 2013	When this standard is first adopted for the year ended 30 June 2014, there will be no impact on transactions and balances recognised in the financial statements because the Group has not entered into any joint arrangements.	1 July 2013

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

Reference	Title	Nature of Change	Application Date of Standard	Impact on the Group Financial Statements	Application Date for the Group
AASB 12 (issued August 2011)	Disclosure of Interests in Other Entities	Combines existing disclosures from AASB 127 *Consolidated and Separate Financial Statements*, AASB 128 *Investments in Associates* and AASB 131 *Interests in Joint Ventures*. Introduces new disclosure requirements for interests in associates and joint arrangements, as well as new requirements for unconsolidated structured entities.	Annual reporting periods beginning on or after 1 January 2013	As this is a disclosure standard only, there will be no impact on amounts recognised in the financial statements. However, additional disclosures will be required for interests in associates and joint arrangements, as well as for unconsolidated structured entities.	1 July 2013
AASB 13 (issued September 2011)	Fair Value Measurement	Currently, fair value measurement requirements are included in several Accounting Standards. AASB 13 establishes a single framework for measuring fair value of financial and non-financial items recognised at fair value in the statement of financial position or disclosed in the notes in the financial statements. Additional disclosures required for items measured at fair value in the statement of financial position, as well as items merely disclosed at fair value in the notes to the financial statements. Extensive additional disclosure requirements for items measured at fair value that are 'level 3' valuations in the fair value hierarchy that are not financial instruments, e.g. land and buildings, investment properties etc.	Annual reporting periods beginning on or after 1 January 2013	The Group has yet to conduct a detailed analysis of the differences between the current fair valuation methodologies used and those required by AASB 13. However, when this standard is adopted for the first time for the year ended 30 June 2014, there will be no impact on the financial statements because the revised fair value measurement requirements apply prospectively from 1 July 2013. When this standard is adopted for the first time for the year ended 30 June 2014, additional disclosures will be required about fair values.	1 July 2013

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

Reference	Title	Nature of Change	Application Date of Standard	Impact on the Group Financial Statements	Application Date for the Group
AASB 119 (reissued September 2011)	Employee Benefits	Main changes include: • Elimination of the 'corridor' approach for deferring gains/losses for defined benefit plans. • Actuarial gains/losses on remeasuring the defined benefit plan obligation/asset to be recognised in OCI rather than in profit or loss, and cannot be reclassified in subsequent periods. • Subtle amendments to timing for recognition of liabilities for termination benefits. • Employee benefits expected to be settled (as opposed to due to settled under current standard) wholly within 12 months after the end of the reporting period are short-term benefits, and therefore not discounted when calculating leave liabilities. Annual leave not expected to be used wholly within 12 months of end of reporting period will in future be discounted when calculating leave liability.	Annual reporting periods beginning on or after 1 January 2013	The Group currently calculates its liability for annual leave employee benefits on the basis that it is due to be settled within 12 months of the end of the reporting period because employees are entitled to use this leave at any time. The amendments to AASB 119 require that such liabilities be calculated on the basis of when the leave is expected to be taken, i.e. expected settlement. When this standard is first adopted for the 30 June 2014 year end, annual leave liabilities will be recalculated on 1 July 2012 as long-term benefits because they are not expected to be settled wholly within 12 months after the end of the reporting period. This will result in a reduction of the annual leave liabilities recognised on 1 July 2012, and a corresponding increase in retained earnings at that date.	1 July 2013

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

Reference	Title	Nature of Change	Application Date of Standard	Impact on the Group Financial Statements	Application Date for the Group
Interpretation 20 (issued November 2011)	Stripping Costs in the Production Phase of a Surface Mine	Clarifies that costs of removing mine waste materials (overburden) to gain access to mineral ore deposits during the production phase of a mine must be capitalised as inventories under AASB 102 *Inventories* if the benefits from stripping activity is realised in the form of inventory produced. Otherwise, if stripping activity provides improved access to the ore, stripping costs must be capitalised as a non-current, stripping activity asset if certain recognition criteria are met (as an addition to, or enhancement of, an existing asset).	Annual reporting periods beginning on or after 1 January 2013	The Group does not operate a surface mine. There will therefore be no impact on the financial statements when this interpretation is first adopted.	1 July 2013
AASB 2012-5 (issued June 2012)	Amendments to Australian Accounting Standards arising from Annual Improvements 2009-2011 Cycle	Non-urgent but necessary changes to standards.	Annual reporting periods beginning on or after 1 January 2013	When this standard is first adopted for the year ended 30 June 2013, there will be no material impact.	1 July 2013
AASB 2012-9 (issued December 2012)	Amendment to AASB 1048 arising from the Withdrawal of Australian Interpretation 1039	Deletes Australian Interpretation 1039 *Substantive Enactment of Major Tax Bills In Australia* from the list of mandatory Australian Interpretations to be applied by entities preparing financial statements under the *Corporations Act 2001* or other general purpose financial statements.	Annual reporting periods beginning on or after 1 January 2013	There will be no impact on first-time adoption of this amendment as the Group does not account for proposed changes in taxation legislation until the relevant Bill has passed through both Houses of Parliament, which is consistent with the views expressed by the Australian Accounting Standards Board in their agenda decision of December 2012.	1 July 2013

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

Reference	Title	Nature of Change	Application Date of Standard	Impact on the Group Financial Statements	Application Date for the Group
AASB 2012-6 (issued September 2012)	Amendments to Australian Accounting Standards - Mandatory Effective Date of AASB 9 and Transition Disclosures	Defers the effective date of AASB 9 to 1 January 2015. Entities are no longer required to restate comparatives on first time adoption. Instead, additional disclosures on the effects of transition are required.	Annual reporting periods beginning on or after 1 January 2015	As comparatives are no longer required to be restated, there will be no impact on amounts recognised in the financial statements. However, additional disclosures will be required on transition, including the quantitative effects of reclassifying financial assets on transition.	1 July 2015
AASB 101	Presentation of Financial Statements	Minimum comparative information. Clarifies the requirements for comparative information as follows: • Only one year's comparative information (i.e. for the preceding period). • Two of each financial statement. • Narrative information provided in preceding period's financial statements that continues to be relevant in current period. Comparative information that exceeds minimum requirements can be provided as long as it complies with Australian Accounting Standards. Separate components of financial statements can be provided without including the whole set, for example, including a third statement of comprehensive income only. However, where an additional statement of comprehensive income is included, full comparative information relating to this additional statement of comprehensive income must be provided.	Annual reporting periods beginning on or after 1 January 2013	There will be no impact when this amendment is first adopted as the Group only includes comparatives for the preceding period.	1 July 2013

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

Reference	Title	Nature of Change	Application Date of Standard	Impact on the Group Financial Statements	Application Date for the Group
AASB 116	Property, Plant and Equipment	Clarifies that items such as spare parts, stand-by or servicing equipment are required to be classified as property, plant and equipment (PPE) when they meet the definition of PPE. Otherwise they are required to be classified as inventory.	Annual reporting periods beginning on or after 1 January 2013	There will be no impact when this amendment is first adopted because the Group does not have any spare parts, stand-by equipment or servicing equipment.	1 July 2013
AASB 132	Financial Instruments: Presentation	Clarifies that the following are required to be accounted for under AASB 112 Income Taxes: • Income tax relating to distributions to holders of equity instruments. • Income tax relating to transaction costs of an equity instrument. • This means that depending on the circumstances, income tax might be recognised in either profit or loss or equity.	Annual reporting periods beginning on or after 1 January 2013	There will be no impact when this amendment is first adopted because the entity has always accounted for income taxes relating to distributions to holders of equity instruments and transaction costs of issuing an equity instrument consistent with this clarification.	1 July 2013

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.

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.

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.

NOTE 2: ACCOUNTING ESTIMATES AND JUDGEMENTS cont'd

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 2013 of $1,375,813 (2012: $433,216).

Exploration and evaluation

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.

The carrying amount of the Group's exploration and evaluation assets as at 30 June 2013 is $17,617,075 (2012: $17,985,795).

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.

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 2013			
Segment revenue	-	-	-
Segment other income	72,697	300,000	372,697
Segment loss			
Total segment loss	(13,757,747)	(73,755)	(13,831,502)
Inter-segment loss	-	-	-
Net segment loss	(13,757,747)	(73,755)	(13,831,502)
Segment assets	22,742,890	81,000	22,823,890
30 June 2012			
Segment revenue	-	-	-
Segment other income	200,171	-	200,171
Segment loss			
Total segment loss	(11,143,071)	(313,976)	(11,457,047)
Inter-segment loss	-	-	-
Net segment loss	(11,143,071)	(313,976)	(11,457,047)
Segment assets	20,516,772	114,218	20,630,990

NOTE 3: SEGMENT INFORMATION cont'd

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

	Consolidated 2013 $	Consolidated 2012 $
Net segment loss	(13,831,502)	(11,457,047)
Corporate items:		
Interest revenue	717,121	1,024,726
Other revenue	-	18,699
Realisation of foreign currency translation reserve	-	502,084
Employee and Directors' benefits expense	(1,578,591)	(1,374,185)
Other expenses	(361,358)	(550,598)
Net loss before tax from continuing operations	(15,054,330)	(11,836,321)

Segment assets reconcile to total assets as follows:

	Consolidated 2013 $	Consolidated 2012 $
Segment assets	22,823,890	20,630,990
Cash and cash equivalents	8,344,284	23,035,004
Trade and other receivables	135,905	875,780
Other current assets	65,585	60,107
Trade and other receivables – non-current	105,086	71,556
Other financial assets	40,000	53,750
Property, plant and equipment	42,424	19,477
Total assets per statement of financial position	31,557,174	44,746,664

Segment revenue reconciles to total revenue from continuing operations as follows:

	Consolidated 2013 $	Consolidated 2012 $
Segment revenue	-	-
Interest received	717,121	1,024,726
Total revenue from continuing operations (Note 4)	717,121	1,024,726

NOTE 4: REVENUE

	Consolidated 2013 $	Consolidated 2012 $
Interest received	717,121	1,024,726
	717,121	1,024,726

NOTE 5: OTHER INCOME

	Consolidated 2013 $	Consolidated 2012 $
Fuel tax credits	72,697	130,994
Sale of exploration interests	300,000	-
Other income	-	81,677
Gain from sale of property, plant and equipment	-	6,199
	372,697	218,870

NOTE 6: EXPENSES

	Consolidated 2013 $	Consolidated 2012 $
Employee and Directors benefits expense:		
Salary, wages and Directors' fees [1)]	2,959,597	2,432,615
Superannuation [1)]	271,754	216,370
Employee put option valuation	90,699	219,888
Other employee benefits [1)]	499,643	313,152
	3,821,693	3,182,025
Other expenses:		
Bank charges	20,869	19,493
Doubtful debt expenses	-	182
Staff expenses	112,554	104,604
Other expenses	657,272	618,552
	790,695	742,831

1) Includes exploration employee benefits expense totalled $2,635,207 (2012: $1,880,012).

NOTE 7: INCOME TAX EXPENSE

		Consolidated 2013 $	2012 $
a)	**Income tax expense/(benefit)**		
	Current tax	-	-
	Deferred tax	-	-
	R&D uplift refund	(676,989)	(564,748)
		(676,989)	(564,748)
b)	**Reconciliation of income tax expense to prima facie tax payable**		
	Profit/(loss) from continuing operations before income tax expense	(15,731,319)	(12,401,069)
	Tax at the Australian tax rate of 30% (2012: 30%)	(4,719,396)	(3,720,321)
	Tax effect of amounts which are not deductible (taxable) in calculating taxable income:		
	Forex reserve on disinvestment in ABM Resources Mozambique Limitada	-	(150,625)
	Share-based payments	27,210	65,966
	Other permanent differences	17,330	32,563
		(4,674,856)	(3,772,417)
	Deferred tax assets not brought to account	4,674,856	3,772,417
	R&D uplift refund	(676,989)	(564,748)
	Income tax expense/(benefit)	(676,989)	(564,748)
	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.

		Consolidated 2013 $	2012 $
c)	**Deferred tax liability**		
	Exploration and evaluation expenditure – Australia	5,285,123	5,395,739
	Temporary difference – Australia	12,000	16,128
		5,297,123	5,411,867
	Difference in overseas tax rates	-	-
	Off-set of deferred tax assets	(5,297,123)	(5,411,867)
	Net deferred tax liability recognised	-	-

NOTE 7: INCOME TAX EXPENSE cont'd

		Consolidated 2013 $	Consolidated 2012 $
d)	**Unrecognised deferred tax assets arising on timing**		
	Tax losses – Australia	31,810,310	27,937,888
	Temporary differences – Australia	643,273	366,346
	Expenses taken into equity	354,459	566,689
		32,808,042	28,870,923
	Difference in overseas tax rate	-	-
	Off-set of deferred tax liabilities	(5,297,123)	(5,411,867)
	Net deferred tax assets not brought to account	27,510,919	23,459,056

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 2013 $	Consolidated 2012 $
a)	**Basic loss per share**		
	Basic loss per share attributable to the ordinary equity holders of the Company	(0.46)	(0.41)
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	(15,054,330)	(11,836,321)
		(15,054,330)	(11,836,321)
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	3,267,483,850	2,875,751,344

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

NOTE 9: AUDITORS' REMUNERATION

		Consolidated 2013 $	Consolidated 2012 $
(a)	**Audit services**		
	BDO	44,745	43,744
	Total remuneration of audit services	44,745	43,744
(b)	**Non-audit services**		
	BDO		
	Tax compliance services	20,857	21,405
	Total remuneration of non-audit services	20,857	21,405

NOTE 10: CASH AND CASH EQUIVALENTS

	Consolidated 2013 $	Consolidated 2012 $
Cash at bank and in hand	319,332	1,001,272
Short-term bank deposits	8,024,952	22,033,732
	8,344,284	23,035,004

The effective interest rate on short-term bank deposits ranged between 1.00% and 5.30% with a weighted average of 4.75%, these deposits have an average maturity of 45 days. The effective interest rate for cash at bank ranged between 0% and 5.00%.

NOTE 11: TRADE AND OTHER RECEIVABLES

		Consolidated 2013 $	Consolidated 2012 $
a)	**Current**		
	Other receivables (Note 11(i))	135,905	1,193,123
		135,905	1,193,123
b)	**Non-Current**		
	Bonds term deposit	1,830,899	805,352
		1,830,899	805,352

NOTE 11: TRADE AND OTHER RECEIVABLES cont'd

(i) Other receivables

These amounts generally arise from transactions outside the usual operating activities of the Group. As at 30 June 2013 the balance of nil (2012: nil) was impaired and a provision for nil (2012: nil) 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).

(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 during 2009/2010 to acquire shares at an issue price determined by the Board. The price was set at 2.4 cents per share, which was 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 to the shares has been repaid.

Director and employee loans have been derecognised to take into account the treasury share nature of the underlying securities. The total number of treasury shares as at 30 June 2013 was 64,840,600 (2012: 71,290,600). An amount of $154,800 (2012: $8,482) in relation to the employee share loans has been repaid during the period. The remaining balances, including Director share loans (see Note 26(d)), have not been repaid.

NOTE 12: INVENTORIES

	Consolidated	
	2013 $	2012 $
Diesel fuel	122,466	-
	122,466	-

NOTE 13: OTHER CURRENT ASSETS

	Consolidated	
	2013 $	2012 $
Prepayments	173,952	422,299
	173,952	422,299

NOTE 14: OTHER FINANCIAL ASSETS

	Consolidated 2013 $	Consolidated 2012 $
Available-for-sale financial assets:		
Securities listed on the Australian Securities Exchange	40,000	53,750
	40,000	53,750

Price risk may arise from the Company's investments classified as available-for-sale. Information about the Group's exposure to price risk in relation to available-for-sale investments is provided in Note 21(a).

NOTE 15: PROPERTY, PLANT AND EQUIPMENT

	Consolidated 2013 $	Consolidated 2012 $
FREEHOLD LAND		
At cost	-	-
Total freehold land	-	-
INFRASTRUCTURE		
At cost	188,949	-
Accumulated depreciation	(13,563)	-
Total infrastructure	175,386	-
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	2,352,516	1,941,851
Accumulated depreciation	(1,143,416)	(690,510)
	1,209,100	1,251,341
Leasehold improvements		
At cost	42,043	42,043
Accumulated depreciation	(42,043)	(42,043)
	-	-
Total Plant and Equipment	1,209,100	1,251,341
CONSTRUCTION IN PROGRESS		
At cost	1,908,107	-
Total construction in progress	1,908,107	-
TOTAL PROPERTY, PLANT AND EQUIPMENT	3,292,593	1,251,341

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:

	Freehold Land $	Infrastructure $	Plant and Equipment $	Construction in Progress $	Total $
2012					
Carrying amount at the beginning of financial year	620	-	775,324	-	775,944
Additions	-	-	802,423	-	802,423
Disposals	(620)	-	(43,887)	-	(44,507)
Depreciation expense	-	-	(282,519)	-	(282,519)
Carrying amount at the end of financial year	-	-	1,251,341	-	1,251,341
2013					
Carrying amount at the beginning of financial year	-	-	1,251,341	-	1,251,341
Additions	-	188,949	491,680	1,908,107	2,588,736
Disposals	-	-	(30,796)	-	(30,796)
Depreciation expense	-	(13,563)	(503,125)	-	(516,688)
Carrying amount at the end of financial year	-	175,386	1,209,100	1,908,107	3,292,593

NOTE 16: EXPLORATION, EVALUATION AND DEVELOPMENT EXPENDITURE

	Consolidated	
	2013 $	2012 $
Carrying amount at the beginning of financial year	17,985,795	17,985,795
Less: Impairment	(368,720)	-
Carrying amount at the end of financial year	17,617,075	17,985,795

NOTE 17: TRADE AND OTHER PAYABLES

	Consolidated	
	2013 $	2012 $
CURRENT LIABILITIES (Unsecured)		
Trade payables	2,022,816	1,903,993
Sundry payables and accrued expenses	73,405	204,031
Employee entitlements annual leave	313,802	288,563
	2,410,023	2,396,587

NOTE 17: TRADE AND OTHER PAYABLES cont'd

The balances of current liabilities other than employee entitlements annual leave are expected to be settled within the next 12 months. Based on past experience, the Group does not expect all employees to take the full amount of accrued annual leave within the next 12 months. Half of the accrued annual leave balance is expected to be settled within a year.

Information about the Group's exposure to liquidity risk can be found in Note 21(c).

NOTE 18: PROVISIONS

	Consolidated	
	2013 $	2012 $
CURRENT		
Employee benefits – Long Service Leave	44,118	35,159
	44,118	35,159
NON-CURRENT		
Exploration restoration	1,375,813	433,216
Employee benefits – Long Service Leave	135,439	90,074
	1,511,252	523,290

	Mine Restoration $	Employee Benefits-Long Service Leave $	Total $
Opening balance at 1 July 2012	433,216	125,233	558,449
Additional provisions	942,597	59,857	1,002,454
Amounts used	-	-	-
Unused amounts reversed/paid out	-	(12,619)	(12,619)
Increase in the discounted amount arising due to time and effect of any change in the discount rate	-	7,086	7,086
Closing balance at 30 June 2013	1,375,813	179,557	1,555,370

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 have 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 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 2011	2,489,971,853		105,754,877
Share placement	22 July 2011	177,777,778	0.045	8,000,000
Employee shares buy-back	30 November 2011	(1,574,000)	0.024	(37,776)
Share placement	6 February 2012	275,000,000	0.055	15,125,000
Options exercised	16 February 2012	300,000,000	0.015	4,500,000
Derecognition of treasury shares 1)				(1,710,974)
Transaction costs relating to share issues				(993,128)
Closing balance	30 June 2012	3,241,175,631		130,637,999
Options exercised	12 November 2012	41,750,000	0.015	626,250
Recognition of treasury shares 1)				154,800
Transaction costs relating to share issues				(3,516)
Closing balance	30 June 2013	3,282,925,631		131,415,533

1) Director and employee loans have been derecognised in prior period to take into account the treasury share nature of the underlying securities. The total number of treasury shares as at 30 June 2013 was 64,840,600 (2012: 71,290,600). An amount of $154,800 (2012: $8,482) in relation to the Directors and employees share loans has been repaid during the period. The remaining balances have not been repaid (see Note 11(iv)).

(b) Options

Information relating to 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) 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 $626,250 during the financial year (2012: $27,625,000).

NOTE 20: RESERVES

(a) Reserves

	Consolidated 2013 $	Consolidated 2012 $
Available-for-sale financial asset reserve	30,000	43,750
Share-based payment reserve	7,587,378	8,085,701
Employee options reserve	937,639	941,381
	8,555,017	9,070,832

NOTE 20: RESERVES cont'd

Movements

	Consolidated 2013 $	Consolidated 2012 $
Available-for-sale financial asset reserve		
Balance 1 July	43,750	177,500
Revaluation of available-for-sale financial assets	(13,750)	(133,750)
Balance 30 June	30,000	43,750
Share-based payment reserve		
Balance 1 July	8,085,701	21,010,045
Transfer of reserve on options exercised/expired	(498,323)	(12,924,344)
Balance 30 June	7,587,378	8,085,701
Employee options reserve		
Balance 1 July	941,381	721,493
Employee put option expenses	90,699	219,888
Transfer of reserve on vested shares issued to employee	(94,441)	-
Balance 30 June	937,639	941,381
Foreign currency translation reserve		
Balance 1 July	-	502,084
Currency translation differences arising during the year	-	-
Realisation of foreign currency translation reserve	-	(502,084)
Balance 30 June	-	-

(b) Nature and purpose of reserves

(i) Available-for-sale financial asset reserve

The available-for-sale financial asset reserve records revaluations of revaluations of available-for-sale financial investments.

(ii) 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.

(iii) 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).

(iv) Foreign currency translation reserve

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

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 formalising 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

The Group is exposed to securities price risk. This arises from investments held by the Group and classified in the statement of financial position as available-for-sale. A mitigating risk policy has to date not been formalised.

The fair value of available-for-sale securities is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price. Due to limited holding in securities, the price risk is deemed insignificant.

(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 2013 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:

2013	Weighted Average Effective Interest Rate %	Floating Interest Rate $	Fixed Interest Rate Maturing < 1 year $	1 - 5 year $	> 5 years $	Non-Interest Bearing $	Total $
Financial Assets:							
Cash and bonds	4.60%	8,344,284	1,830,899	-	-	-	10,175,183
Receivables		-	-	-	-	135,905	135,905
Total financial assets		8,344,284	1,830,899	-	-	135,905	10,311,088
Financial Liabilities:							
Payables		-	-	-	-	2,410,023	2,410,023
Total financial liabilities		-	-	-	-	2,410,023	2,410,023

NOTE 21: FINANCIAL RISK MANAGEMENT cont'd

2012	Weighted Average Effective Interest Rate %	Floating Interest Rate $	Fixed Interest Rate Maturing < 1 year $	1 - 5 year $	> 5 years $	Non-Interest Bearing $	Total $
Financial Assets:							
Cash and bonds	5.63%	23,035,004	805,352	-	-	-	23,840,356
Receivables		-	-	-	-	1,193,123	1,193,123
Total financial assets		23,035,004	805,352	-	-	1,193,123	25,033,479
Financial Liabilities:							
Payables		-	-	-	-	2,396,587	2,396,587
Total financial liabilities		-	-	-	-	2,396,587	2,396,587

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 2013, should the interest rate weaken/strengthen by 100 basis points against the effective interest rate with all other variables held constant, post-tax loss for the year would have been $366,702 higher/$570,205 lower (2012: $1,103,616 higher/$1,580,424 lower).

(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 from the issue date.

Credit risk further arises in relation to financial guarantees given to certain parties (see Note 27 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.

	Consolidated 2013 $	2012 $
Cash at bank	8,344,284	23,035,004
Bonds term deposit	1,830,899	805,352
Receivables	135,905	1,193,123
Bank guarantees	105,086	71,556

NOTE 21: FINANCIAL RISK MANAGEMENT cont'd

(c) Liquidity Risk

The Group has 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 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 2013	< 6 months $	6 - 12 months $	1 - 2 years $	2 - 5 years $	> 5 years $	Total Contractual Cash Flows $	Carrying Amount $
Non-derivatives							
Non-interest bearing	2,410,023	-	-	105,086	-	2,515,109	2,410,023
Interest bearing	-	-	-	-	-	-	-
Total non-derivatives	2,410,023	-	-	105,086	-	2,515,109	2,410,023
Derivatives	-	-	-	-	-	-	-

30 June 2012	< 6 months $	6 - 12 months $	1 - 2 years $	2 - 5 years $	> 5 years $	Total Contractual Cash Flows $	Carrying Amount $
Non-derivatives							
Non-interest bearing	2,396,587	-	-	71,556	-	2,468,143	2,396,587
Interest bearing	-	-	-	-	-	-	-
Total non-derivatives	2,396,587	-	-	71,556	-	2,468,143	2,396,587
Derivatives	-	-	-	-	-	-	-

(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. This therefore values financial assets as a Tier 1 investment.

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

Employee and Directors Put Options

	No Vesting Conditions
Number of put options/shares	74,005,000
Number of shares vested	7,590,400
Number of shares bought-back	1,574,000
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. Information about the loans to employee and Directors can be found in Note 11(iv).

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

	Consolidated	
	2013 $	2012 $
Put options (employee and Director benefits expenses):		
Valuation of embedded put options within employee and Director loans (Note 11(iv))	90,699	219,888
	90,699	219,888
Total share-based payment expenses	90,699	219,888

Vested Options

On 12 November 2012, 41,750,000 options were exercised at an exercise price of $0.015 converting to ordinary shares. On 14 December 2012, 20,000,000 options expired.

NOTE 23: CASH FLOW INFORMATION

	Consolidated	
	2013 $	2012 $
Reconciliation of Cash Flow from Operations with Loss after Income Tax		
Loss after income tax	(15,054,330)	(11,836,321)
Non cash investing and financing activities		
Depreciation	516,688	282,519
Loss on disposal of property, plant and equipment (net)	30,796	37,689
Realisation of foreign currency translation reserve	-	(502,084)
Shares issued to employees and value of put options	90,699	219,888
Sale of exploration interest	(300,000)	-
Impairment of capitalised exploration expenditures	368,720	-
Doubtful debt expenses	-	182
Interest income	374,205	(304,191)
Security deposit	(1,840)	-
Foreign exchange (gain)/loss	(2)	(11)
Changes in assets and liabilities		
(Increase)/decrease in trade and other receivables	924,388	(516,408)
(Increase)/decrease in trade and other payables and accruals	(970,070)	1,007,164
(Decrease)/increase in employee entitlements	93,716	164,667
(Increase)/decrease in provisions	942,597	49,420
Cash flow from operations	(12,984,433)	(11,397,486)

NOTE 24: NON-CASH INVESTING AND FINANCING ACTIVITIES

Non-cash investing and financing activities amount during the financial year ending 30 June 2013 was nil (2012: nil).

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 2013 $	2012 $
Short-term employee benefits	766,801	707,186
Post-employment benefits	56,211	55,097
Long-term benefits	-	-
Termination benefits	-	-
Valuation of put options	38,366	102,649
	861,378	864,932

(b) Share-based payments

The total amount of $38,366 has been recognised as share-based payments remuneration during the financial year ending 30 June 2013 (2012: $102,649), including $38,366 (2012: $102,649) 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).

(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:

2013	Balance at 1 July 2012	Granted as Compensation	Options Exercised	Other Changes	Balance at 30 June 2013	Balance Held Nominally
Dr M Etheridge [1)]	13,000,000	-	-	2,000,000	15,000,000	15,000,000
Mr D Holden [2)]	20,880,952	-	-	-	20,880,952	20,880,952
Mr I Kins	21,966,398	-	-	-	21,966,398	21,966,398
Mr G Sloan	-	-	-	1,217,314	1,217,314	1,217,314
Ms J Zimmermann	15,001,654	-	-	200,000	15,201,654	15,201,654
	70,849,004	-	-	3,417,314	74,266,318	74,266,318

2012	Balance at 1 July 2011	Granted as Compensation	Options Exercised	Other Changes	Balance at 30 June 2012	Balance Held Nominally
Dr M Etheridge [1)]	12,000,000	-	-	1,000,000	13,000,000	6,000,000
Mr D Holden [2)]	20,166,667	-	-	714,285	20,880,952	-
Mr I Kins	21,966,398	-	-	-	21,966,398	21,966,398
Mr G Sloan	-	-	-	-	-	-
Ms J Zimmermann	15,001,654	-	-	-	15,001,654	-
	69,134,719	-	-	1,714,285	70,849,004	27,966,398

1) Includes 6,000,000 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.

NOTE 26: KEY MANAGEMENT PERSONNEL DISCLOSURES cont'd

(d) Loans to Directors and other key management personnel

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

Name	Balance at 1 July 2012 $	Loan balance- Interest paid and payable [1)] $	Loan balance- Interest not charged $	Write-down and allowance for doubtful debt $	Balance at 30 June 2013 $
Dr M Etheridge	144,000	-	-	-	144,000
Mr D Holden	480,000	-	-	-	480,000
Mr I Kins	74,880	-	-	-	74,880
Ms J Zimmermann	180,000	-	-	-	180,000
	878,880	-	-	-	878,880

Name	Balance at 1 July 2011 $	Loan balance- Interest paid and payable [1)] $	Loan balance- Interest not charged $	Write-down and allowance for doubtful debt $	Balance at 30 June 2012 $
Dr M Etheridge	144,000	-	-	-	144,000
Mr D Holden	480,000	-	-	-	480,000
Mr I Kins	74,880	-	-	-	74,880
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).

No loans to Directors and other key management personnel of the Group were provided in 2013.

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

No options were issued to a related party of Directors during the financial year ended 30 June 2013 (2012: nil).

Ms M. Kins, daughter of Mr I Kins, was paid $4,120 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: CONTINGENCIES

(a) 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. Bank guarantees totalling $1,725,813 (2012: $733,796) have been provided. Term deposits of the same amount secure these guarantees.

(b) Bank guarantee

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

	Consolidated	
	2013 $	2012 $
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.	70,000	50,000
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.	35,086	21,556

NOTE 28: COMMITMENTS

(a) Operating lease commitments

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

	Consolidated	
	2013 $	2012 $
Committed at the reporting date but not recognised as liabilities:		
Not later than 12 months	91,914	84,896
Between 12 months and 5 years	7,684	7,414
Greater than 5 years	-	-
	99,598	92,310

The property lease for ABM's premises is a non-cancellable lease with a three-year term to 31 July 2013, with rent payable monthly in advance. ABM has re-negotiated the contract and the option exists to renew the lease at the end of each year for an additional term of 1 year for three consecutive periods. The first option has been exercised.

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.

NOTE 28: COMMITMENTS cont'd

(b) Capital commitments

Capital expenditure committed at the reporting date but not recognised as liabilities is as follows:

	Consolidated 2013 $	Consolidated 2012 $
Property, plant and equipment	337,740	-
	337,740	-

NOTE 29: SUBSEQUENT EVENTS

The Group released a number of announcements to the ASX regarding the Trial Mining and Processing at the Old Pirate Project, some of which have been referred to in the Managing Director's review of operations. Commissioning of the trial processing plant commenced in mid-August.

The Company secured a stand-by credit facility from ANZ for Stage 2 Mining, subject to completion of documentation.

The Company and Independence Group NL (ASX: IGO) signed an Exploration Agreement for the Lake Mackay Regional Project.

NOTE 30: 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.

	Consolidated 2013 $	Consolidated 2012 $
Current assets	8,776,607	31,472,176
Non-current assets	22,699,567	13,193,488
Total assets	31,476,174	44,665,664
Current liabilities	2,454,141	2,431,746
Non-current liabilities	1,430,252	442,290
Total liabilities	3,884,393	2,874,036
Net assets	27,591,781	41,791,628
Contributed equity	131,415,533	130,637,999
Reserves	8,555,017	9,070,832
Retained earnings	(112,378,769)	(97,917,203)
Total equity	27,591,781	41,791,628
Profit/(loss) for the year	(15,054,330)	(12,338,405)
Other comprehensive income/(loss) for the year	(13,750)	(133,750)
Total comprehensive income/(loss)	(15,068,080)	(12,472,155)

NOTE 30: PARENT ENTITY INFORMATION cont'd

Contingent Liabilities

As detailed in Note 27, ABM Resources NL has a contingent liability in respect of bank guarantees, environmental rehabilitation and Director and employee loans.

Commitments

As detailed in Note 28, ABM Resources NL has operating lease commitments at the end of financial year.

NOTE 31: SUBSIDIARIES

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in Note 1(b):

			Equity Holding		Investment	
			2013	2012	2013	2012
			%	%	$	$
Parent entity						
ABM Resources NL	Australia	Ordinary	-	-	-	-
Controlled entities						
ABM Resources Operations Pty Ltd	Australia	Ordinary	100	100	-	-
Rare Resources NL	Australia	Ordinary	100	100	-	-
Australian Tenement Holdings Pty Ltd	Australia	Ordinary	100	100	-	-
					-	-

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 consolidated financial statements, comprising the Consolidated Statement of Profit or Loss and Other Comprehensive Income, Consolidated Statement of Financial Position, Consolidated Statement of Cash Flows, Consolidated Statement of Changes in Equity, and accompanying notes, as set out on pages 69 to 108 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 2013 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 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 28th day of August 2013

MIKE ETHERIDGE
Non-Executive Chairman

DARREN HOLDEN
Managing Director

Tel: +8 6382 4600
Fax: +8 6382 4601
www.bdo.com.au

38 Station Street
Subiaco, WA 6008
PO Box 700 West Perth WA 6872
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 consolidated statement of financial position as at 30 June 2013, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the 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 of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements*, that the financial statements comply with *International Financial Reporting Standards*.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's 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 opinion.

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*, which has been given to the directors of ABM Resources NL, would be in the same terms if given to the directors as at the time of this auditor's report.

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 2013 and of its performance for the year ended on that date; and

  (ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001*; and

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

Report on the Remuneration Report

We have audited the Remuneration Report included in the directors' report for the year ended 30 June 2013. The directors of the company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

Opinion

In our opinion, the Remuneration Report of ABM Resources NL for the year ended 30 June 2013 complies with section 300A of the *Corporations Act 2001*.

BDO Audit (WA) Pty Ltd

BDO

Wayne Basford
Director

Perth, Western Australia
Dated this 28th day of August 2013

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 23 August 2013.

1. Shareholdings

(a) Distribution of shareholders

Size of holding category (number of shares held)	Number of Holders Ordinary Shares
1 – 1,000	147
1,001 – 5,000	107
5,001 – 10,000	249
10,001 – 100,000	2,219
100,001 and over	1,880
	4,602

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

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

(c) The names of the substantial shareholders

The name of the substantial shareholders listed in the holding Company's register are:

Shareholders	Number of Ordinary Shares	% Held of Issued Ordinary Capital
COL Capital Limited (Including APAC Resources Limited)	687,911,009	20.95
APAC Resources Limited (Included in COL Capital Limited)	647,911,009	19.74
Craton Capital	210,000,000	6.40

(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

(e) 20 largest shareholders – Ordinary shares

	Name	Number of Ordinary Fully Paid Shares Held	% Held of Issued Ordinary Capital
1.	HSBC Custody Nominees Australia Ltd	740,205,353	22.55
2.	JP Morgan Nominees Australia Ltd	219,424,331	6.68
3.	Citicorp Nominees Pty Ltd	134,971,890	4.11
4.	Tanami Exploration NL	78,392,301	2.39
5.	Jemaya Pty Ltd	56,000,000	1.71
6.	JP Morgan Nominees Australia Ltd	53,027,395	1.62
7.	National Nominees Ltd	47,648,982	1.45
8.	Jemaya Pty Ltd	40,000,000	1.22
9.	Sun Hung Kai Investment Services Ltd	40,000,000	1.22
10.	Nathan John Featherby	34,922,766	1.06
11.	Perth Select Seafoods Pty Ltd	29,632,000	0.90
12.	Rexfam Trading Pty Ltd	26,663,955	0.81
13.	Nathan John Featherby	24,789,795	0.76
14.	CS Fourth Nominees Pty Ltd	21,609,236	0.66
15.	Emma Radford	20,833,333	0.63
16.	Darren John Holden	20,000,000	0.61
17.	Emma Radford	17,581,897	0.54
18.	Sun Hung Kai Investment Services Ltd	16,532,112	0.50
19.	Anthony Burke Pty Ltd	16,386,221	0.50
20.	Imants Kins	15,570,000	0.47
		1,654,191,567	50.39

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 Ltd
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 218,250,000 unlisted options as follows:

Number of options	Exercise Price Cents	Expiry Date
10,000,000	0.010	15 January 2014
166,500,000	0.015	15 January 2015 [1)]
41,750,000	0.015	18 October 2015
218,250,000		

1) On exercise of these options a further 166,500,000 options will be issued ($0.015 @ 5 years from issue date).

Performance
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ABM RESOURCES NL
141 Broadway Nedlands WA 6009
www.abmresources.com.au