



15 March 2013

Manager of Company Announcements
Australian Securities Exchange
Level 6, 20 Bridge Street
Sydney NSW 2000

By E-Lodgement

Interim Results

Black Mountain Resources Limited (ASX | AIM: BMZ), the silver focused development company with interests in the US, is pleased to announce its interim results for the six months ended 31 December 2012.

Highlights

- **Excellent progress made towards imminent commencement of low cost high grade silver production at the New Departure and Conjecture Silver Projects in Q1 and Q2 2013 respectively**
- **High grade drill results from New Departure (up to 365 g/t Ag) and Conjecture (up to 1,106 g/t Ag) highlights value upside potential through exploration – further programmes planned in Q2 2013**
- **Low capex refurbishment programme undertaken at Lakeview Mill, which has a replacement cost of US\$8m, to process ore from the Conjecture Project**
- **Successful listing on London's AIM market in July 2012 – one of only two pure silver plays in London**
- **Bolstered board through appointment of Shannon Robinson as Executive Director**
- **Successful raising of A\$2.3 million via placing to advance to production status**

Black Mountain Executive Chairman, Peter Landau, commented, "Black Mountain's transformation into a high grade low cost silver producer is imminent with New Departure due to come online in the coming weeks and Conjecture to follow swiftly in Q2 2013. This milestone has been made possible by the successful completion of development programmes during the last six months that were specifically targeted to take advantage of the near term production potential available at both projects and so generate considerable cash flow for the Company."

"Exploration is a focal point for the Company and recent high grade drill results have underpinned our confidence in the significant value upside potential available across our portfolio as well as confirming historic data. With further campaigns planned for Q2 2013, we have a highly active period ahead of us as we broaden our understanding of the mineralisation outside of the historic zones and form the basis of a JORC compliant resource."

“I believe that Black Mountain’s blend of near term production and strong exploration upside from projects located in a proven and stable jurisdiction forms a compelling investment case and I look forward to reporting regularly to shareholders as we deliver on milestones during the next six months of the year.”

Black Mountain has made rapid progress towards first production at both the New Departure and Conjecture silver projects over the past six months in order to exploit the significant near term extraction potential of the historic mines on the sites. The Company is now ideally positioned to commence low cost high grade production at New Departure in Montana in the coming weeks with production from Conjecture expected to follow swiftly after in Q2 2013. In tandem, drill programmes conducted at both sites have added significant value to the projects having successfully identified high grade silver zones outside of the historic workings which will be further explored in Q2 2013.

During the period, the Company successfully dual listed and commenced trading on the London Stock Exchange’s AIM market. The Company also completed a placement which successfully raising approximately A\$2.3 million (before costs) and appointed Ms Shannon Robinson as an executive director of the Board. Additionally the Company is in advanced negotiations with potential prepaid offtake and financing parties as part of the Company’s next stage funding strategy.

Overview

Having rapidly laid the groundwork to facilitate near term production at two projects, the coming weeks will see the Company transform into a producer of high grade silver at low costs, signalling an exciting time for Black Mountain and its shareholders. The Company’s ability to generate cash sets it apart from its peers and I look forward to reporting on our progress over the coming weeks and months as we appoint mining contractors and receive preliminary production figures in line with our strategy of becoming a significant producer of high grade silver.

Exploration is a key part of the Black Mountain strategy and further drill programmes are planned at both New Departure and Conjecture in Q2 2013 to extend the team’s knowledge of the wider area and the strong value add potential it provides as well as to add JORC resources to our inventory. The projects are located in a proven area of high grade mineralisation, and the patented claims facilitate rapid development of the Company’s assets.

I would like to take this opportunity to thank our shareholders and highly experienced team for their support over the past six months.

For and on behalf of the Board



Peter Landau
Executive Director

Competent Persons Statement

The information included in this release that relates to historical mining data and exploration results is based on information compiled by Mr. Gregory Schifrin, a technical consultant to the Company. Mr. Schifrin has worked as a geologist in exploration and mine development for 29 years in precious and base metal exploration and is a professional member (SME Registered Member) of the Society of Mining, Metallurgy and Exploration (SME) #4053449, a 'Recognized Overseas Professional Organization' ('ROPO') included in a list promulgated by the ASX from time to time. Mr. Schifrin has sufficient experience which is relevant to the style of mineralization 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 of Exploration Results, Mineral Resources and Ore Reserves'. Mr. Schifrin has reviewed this release and consents to the inclusion in the release of the matters based on his information in the form and context in which it appears.

For further information please visit www.blackmountainresources.com.au or contact:

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About Black Mountain Resources Limited

Black Mountain Resources Limited is a dual listed (ASX | AIM: BMZ) silver and gold focused development company focussed on the advancement of three highly prospective previously operating assets located in two of the world's most developed and proven silver and gold mining regions of Idaho and Montana, USA.

The Company holds a 70% interest in the New Departure Silver Project, the Conjecture Silver Project and the Tabor Gold and Silver Project pursuant to 45 year leases from Chester Mining Company, Lucky Friday Extension Mining Company and Brush Prairie Minerals respectively. Black Mountain plans to implement low cost production and development programmes across all three assets, targeting first production from New Departure and Conjecture by Q1|Q2 2013. It is also implementing exploration programmes to capitalise on the exploration upside potential apparent across its portfolio.

Black Mountain Resources Limited was incorporated on 29 October 2010 and is listed on the Australian Securities Exchange and London's AIM Market (BMZ).



blackmountain
resources limited

AND CONTROLLED ENTITIES

ABN 55 147 106 974

**INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED
31 DECEMBER 2012**

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Corporate Information

This financial report includes the consolidated financial statements of Black Mountain Resources Limited and controlled entities ('Group'). The Group's functional presentation currency is AUD (\$).

A description of the Group's operations and of its principal activities is included in the review of operations and activities in the Director's Report.

Directors

Mr Peter Landau – Executive Chairman
Mr John Ryan – Executive Director
Ms Shannon Robinson – Executive Director
Mr Jason Brewer – Non-Executive Director

Company Secretaries

Ms Shannon Robinson
Ms Rebecca Sandford

Registered Office

Ground Floor, 1 Havelock Street
West Perth WA 6005

Share Registry

Computershare Investor Services
Level 2/45 St Georges Tce
Perth WA 6000

Website

www.blackmountainresources.com.au

Auditors

RSM Bird Cameron Partners
8 St Georges Terrace
Perth WA 6000

Solicitors

Steinepreis Paganin
Level 4, 16 Milligan Street
Perth WA 6000

Stock Exchange

Australian Securities Exchange
Exchange Plaza
2 The Esplanade
Perth WA 6000

ASX Code: BMZ

London Stock Exchange plc (AIM)
10 Paternoster Square
London EC4M 7LS

AIM Code: BMZ

Directors' Report

Your directors present their report on the consolidated entity of Black Mountain Resources Limited and the entities it controlled at the end of, or during, the half-year ended 31 December 2012.

Directors

The persons who were directors of Black Mountain Resources Limited during the half -year and up to the date of this report are:

Mr Peter Landau (Executive Director)
Mr John Ryan (Executive Director)
Ms Shannon Robinson (Executive Director)¹
Mr Jason Brewer (Non-Executive Director)

Note:

1. Ms Robinson was appointed Executive Director effective 17 October 2012.

Review of Operations for the Half Year ended 31 December 2012

The consolidated statement of comprehensive income shows a consolidated net loss for the half-year ended 31 December 2012 to members of (\$1,185,020) (2011: net loss of \$243,300).

Black Mountain has made rapid progress towards first production at both the New Departure and Conjecture silver projects over the past six months in order to exploit the significant near term extraction potential of the historic mines on the sites. The Company is now ideally positioned to commence low cost high grade production at New Departure in Montana in the coming weeks with production from Conjecture expected to follow silver swiftly after in Q2 2013. In tandem, drill programmes conducted at both sites have added significant value to the projects having successfully identified high grade silver zones outside of the historic workings which will be further explored in Q2 2013.

Black Mountain's assets are de-risked through their location in two of the world's most developed and proven silver and gold mining regions of Idaho and Montana, USA.



Figure 1: Project Location

The Company holds a 70% interest in the New Departure Silver Project, the Conjecture Silver Project and the Tabor Gold and Silver Project pursuant to 45 year leases from Chester Mining Company, Lucky Friday Extension Mining Company and Brush Prairie Minerals respectively. The Company also secured the Lakeview Mill post period end which will be used to process ore from Conjecture, Idaho. This was a highly strategic addition to the Company and for a relatively low capital outlay Black Mountain will hold the rights to the only permitted mill in the region.

New Departure Silver Project, Montana

The New Departure project includes a previously producing high grade silver mine and will be Black Mountain's first producing project. With this in mind, mine development at the New Departure Silver Project in Montana recommenced during the period with the widening of the Laczay portal and tunnel now almost complete, as well as the steel set structure being set in the portal entry. The Company will drive a 335m decline at a 15% decline to access historic workings below the existing blocks known as the Main Zone over the coming week. In addition, secondary drifts will be driven from the main decline to enabling access to the Quien Sabbe Zones and the Bonzana Zones.

Importantly, the projected production levels for the project have been increased to between 200-250 tonnes per day (previously 100 tonnes per day).



Figures 2: New Departure Silver Project: Mine Development at Laczay Adit and Tunnel

Exploration Programme

The Company completed a 13 hole drill programme (3,000m) during the period targeting the projected downward dip extension of historic ore shoot and induced polarised ('IP') anomaly targets previously identified. This was the first exploration drilling undertaken at the New Departure Silver Project. Initial assay results for holes 3 and 5 intercepted high grade silver intercepts of up to 365g/t Ag confirming mineralisation zones and the down-dip extension of the historic workings. These intercepts indicate the potential for a projected strike length of approximately 670m. With the identification of the extended mineralisation zone, the Company intends to drill the extension area further as part of its exploration programme scheduled for Q2 2013.

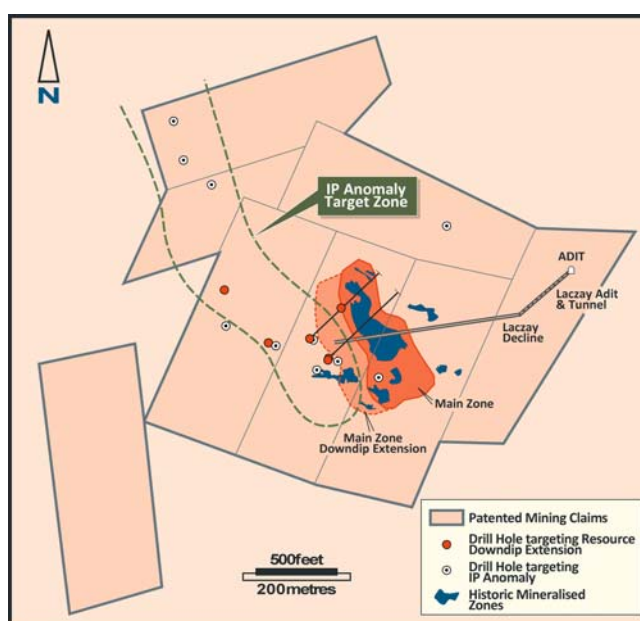


Figure 3: New Departure Silver Project: 2012 Drill Program and Mining Claims

Full details on the drilling results, including drill hole locations and assumptions for calculating Ag equivalent grades are contained in the Company's previous releases on 25 January 2013 and 1 February 2013.

Conjecture Silver Project, Idaho

With production targeted for Q2 2013, during the period the Company advanced mine development at the Conjecture Silver Project, completing the re-entry and rehabilitation the Graham Adit (adjacent to the previously targeted Morris Adit) to provide access to historic workings. The portal and initial tunnel were extended and the decline will now be constructed to cross cut and access historic working levels. Cross cuts from the decline to the vein zone are proposed to be driven approximately every 200 feet (61.2m). Additionally, planned i-drifting on the vein will enable bulk sample testing of the vein zone as well as delineation of additional potential resource blocks for eventual mining. Again, the projected production levels for the project have been positively revised and the Company now plans to produce between 300-400 tonnes per day (previously 150 tonnes per day).

The Company will focus on the development of the mine plan and exploration programme for the project with site access anticipated early Q2 2013, weather permitting. A detailed mine model is almost complete using Vulcan incorporating the data from historic production and mapping at the project.

An important milestone for the Company was the acquisition of a long term (45 year) lease for the Lakeview Mill which is 3km from the Conjecture Project. This has a replacement cost of US\$8 million and as the only permitted mill in the region, provides the Company with a strong competitive advantage. By way of consideration, 11 million ordinary shares were granted to the mill owner.

The Company recently upgraded the facilities at the Lakeview Mill and its key items, including an additional ball crusher and flotation circuit. As a result, the mill is now capable of processing over 300 tonnes of ore per day.

Exploration Programme

The Company completed its maiden exploration campaign during the period and released drill results with high grade silver intercepts up to 1,106g/t from its maiden 16 hole (1,800m) diamond core drill programme. This was the first exploration drilling undertaken at the Conjecture Silver Project since the 1980s. The results successfully confirmed the presence of 50,000 – 60,000 tons at 350-375 grams Ag per ton within historic mining block originally identified by previous sampling, exploration and mining undertaken at the property¹. In addition, new areas have been earmarked for further exploration.

The historic map in figure 4 shows the historic workings for the Conjecture Silver Project including the Conjecture mineralisation zone and projected extension to this zone across the property. The 2012 drill programme targeted confirmation of the historic mining block 31. Holes 1-7 from drill pads 1 and 2 confirmed the grades and presence of this historic block identified by previous sampling, exploration and mining undertaken at the property. Drilling undertaken from the Rainbow drill pad (holes 8 to 16) targeted an area which had not previously been explored or tested to the east of the historic ore shoot. Positively the mineralised structure identified is much closer to the surface than anticipated with high grade silver intercepts. The Company intends to evaluate this area further as part of its 2013 mine development and exploration programmes at the Conjecture Silver Project.

1. This estimated mineralisation is an Exploration Target only and does not represent JORC Code compliant Mineral Resources. The potential quantity and grade of the Conjecture Exploration Target is conceptual in nature. There has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource.

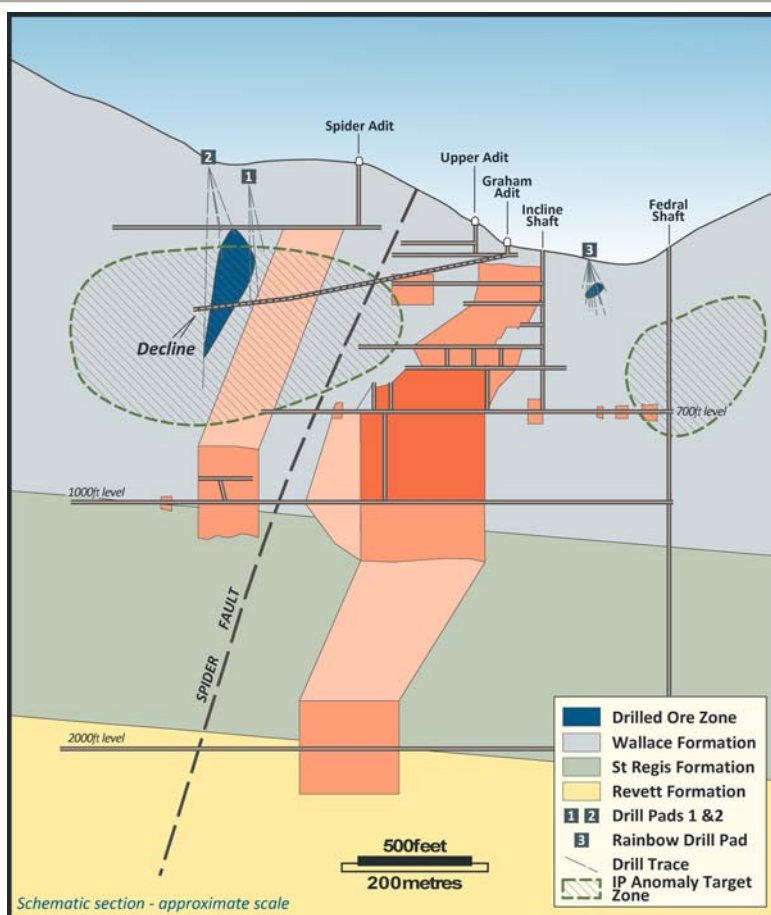


Figure 4: Conjecture Project: Historical Working Cross-Section and 2012 Drill Program

Full drill results confirm high grade silver zones and have identified new mineralisation structure – best intercepts include:

- 715g/t Ag equivalent intercept over 1.38m (depth of 101m)
- 363g/t Ag equivalent intercept over 3.91mm (depth of 38m)
- 340g/t Ag equivalent intercept over 0.73m (depth of 17m)
- 157g/t Ag equivalent intercept over 3.04m (depth of 40m)

Full details on the drilling results, including drill hole locations and assumptions for calculating Ag equivalent grades are contained in the Company's previous releases on 17 October 2012 and 1 February 2013.

The prospectivity of the project prompted the Company to stake 20 additional mining claims in the Lakeview Mining District at the Conjecture Silver Project. The Company now holds a total of 59 mining claims that form the project and extend over 700 acres in a prolific silver region. The resulting land staking continues to assure Black Mountain's position for continued exploration and resource expansion at the property. This area, along with additional potential resources identified from the 2012 drilling campaign, will be evaluated for the 2013 exploration programme.

Tabor Silver and Gold Project

Preliminary development activities for the Tabor Silver and Gold Project in Montana are scheduled for Q3 2013 including securing access, general portal repair and development. Once the portals and tunnels are secured, the Company intends to access the mine openings and commence exploration by way of an initial sampling and assay programme. The Company currently continues to focus on obtaining necessary permitting and access for operations for the project as well as desktop planning, initial geological work and mapping.

Corporate

During the period, the Company successfully dual listed and commenced trading on the London Stock Exchange's AIM market. The Company also completed a placement which successfully raising approximately \$2.3 million (before costs) and appointed Ms Shannon Robinson as an executive director of the Board. Additionally the Company is in advanced negotiations with potential prepaid offtake and financing parties as part of the Company's next stage funding strategy.

Competent Persons Statement

The information included in this release that relates to historical mining data and exploration results is based on information compiled by Mr. Gregory Schifrin, a technical consultant to the Company. Mr. Schifrin has worked as a geologist in exploration and mine development for 29 years in precious and base metal exploration and is a professional member (SME Registered Member) of the Society of Mining, Metallurgy and Exploration (SME) #4053449, a 'Recognized Overseas Professional Organization' ('ROPO') included in a list promulgated by the ASX from time to time. Mr. Schifrin has sufficient experience which is relevant to the style of mineralization 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 of Exploration Results, Mineral Resources and Ore Reserves'. Mr. Schifrin has reviewed this release and consents to the inclusion in the release of the matters based on his information in the form and context in which it appears.

Subsequent Events

In January 2013, the Company satisfied its earn-in obligations to acquire the 70% interest in each of the Conjecture Silver Project, the New Departure Silver Project and the Tabor Silver and Gold Project. The Company continues its focus on the development of these projects targeting initial ore production in Q1 | Q2 2013 from its two silver projects.

In February 2013, the Company completed the acquisition of the Lakeview Mill and nearby mining claims, including the historic Webber Mine and Keep Cool Mine claims. In consideration, the Company issued 11 million ordinary shares to Shoshone Silver / Gold Mining Corporation and its nominees.

Auditor's Independence Declaration

The Auditor's Independence Declaration included within these financial statements forms part of the Director's Report for the half-year ended 31 December 2012.

This report is signed in accordance with a resolution of the Board of Directors.

A handwritten signature in black ink, consisting of several overlapping horizontal strokes, enclosed within a hand-drawn oval border.

Peter Landau
Executive Director

Perth, Western Australia, 15 March 2013

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Black Mountain Resources Limited for the half-year ended 31 December 2012, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

RSM Bird Cameron Partners
RSM BIRD CAMERON PARTNERS



TUTU PHONG
Partner

Perth, WA
Dated: 15 March 2013

Statement of Comprehensive Income

For the half-year ended 31 December 2012

	Note	Consolidated	
		Half Year	Half Year
		31 Dec 2012	31 Dec 2011
		\$	\$
Interest revenue	2	23,600	69,987
Foreign exchange gain		-	12,427
General and administrative expenses		(194,473)	(30,542)
Compliance and regulatory expenses		(409,065)	(30,397)
Consultancy costs		(95,591)	(74,712)
Director fees		(98,833)	(77,680)
Investor relations and legal expenses		(83,127)	(33,685)
Travel expenses		(141,377)	(66,827)
Interest expense		-	(8,866)
Other expenses		(186,154)	(3,005)
Loss before income tax expense		(1,185,020)	(243,300)
Income tax expense		-	-
Loss for the half-year attributable to owners of the company		(1,185,020)	(243,300)
Other comprehensive income		-	-
Total comprehensive income for the half-year attributable to owners of the company		(1,185,020)	(243,300)
Basic and diluted loss per share (cents per share)		(1.64)	(1.28)

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

Statement of Financial Position

As at 31 December 2012

	Note	Consolidated	
		31 December 2012	30 June 2012
		\$	\$
ASSETS			
Current Assets			
Cash and cash equivalents		1,399,607	3,254,072
Trade and other receivables		84,608	79,427
Other assets		308,297	8,603
Total Current Assets		1,792,512	3,342,102
Non-Current Assets			
Other assets		531,023	-
Exploration and evaluation expenditure		14,075,317	12,004,660
Total Non-current Assets		14,606,340	12,004,660
TOTAL ASSETS		16,398,852	15,346,762
LIABILITIES			
Current Liabilities			
Trade and other payables		127,127	163,938
Total Current Liabilities		127,127	163,938
TOTAL LIABILITIES		127,127	163,938
NET ASSETS		16,271,725	15,182,824
EQUITY			
Issued capital	4	17,817,376	15,596,011
Reserves		1,161,244	1,108,688
Accumulated losses		(2,706,895)	(1,521,875)
TOTAL EQUITY		16,271,725	15,182,824

The above statement of financial position should be read in conjunction with the accompanying notes.

Statement of Changes in Equity

For the half-year ended 31 December 2012

Consolidated	Issued Capital \$	Accumulated Losses \$	Option Reserve \$	Total \$
Balance at 1 July 2011	3,677,619	(167,870)	24,000	3,533,749
Loss for the half-year	-	(243,300)	-	(243,300)
Total comprehensive loss for the half-year	-	(243,300)	-	(243,300)
Balance at 31 December 2011	3,677,619	(411,170)	24,000	3,290,449
Balance at 1 July 2012	15,596,011	(1,521,875)	1,108,688	15,182,824
Loss for the half-year	-	(1,185,020)	-	(1,185,020)
Total comprehensive loss for the half-year	-	(1,185,020)	-	(1,185,020)
Transactions with owners, recorded directly in equity:				
Issue of shares	2,328,664	-	-	2,328,664
Share issue costs	(107,299)	-	-	(107,299)
Issue of options	-	-	52,556	52,556
Total transactions with owners	2,221,365	-	52,556	2,273,921
Balance at 31 December 2012	17,817,376	(2,706,895)	1,161,244	16,271,725

The above statement of changes in equity should be read in conjunction with the accompanying notes.

Statement of Cash Flows

For the half-year ended 31 December 2012

	Consolidated	
	Half Year	Half Year
	31 Dec 2012	31 Dec 2011
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(1,336,309)	(346,760)
Finance and interest costs	(738)	(60)
Interest received	23,600	69,987
Net cash (used in) operating activities	(1,313,447)	(276,833)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for exploration and evaluation	(2,154,790)	(115,703)
Payment for Lakeview Mill	(531,023)	-
Payments for tenement acquisition	-	(477,633)
Net cash (used in) investing activities	(2,685,813)	(593,336)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of shares (net)	2,144,795	660,000
Net cash provided by financing activities	2,144,795	660,000
Net (decrease) in cash held	(1,854,465)	(210,169)
Cash and cash equivalents at the beginning of the half-year	3,254,072	3,466,366
Cash and cash equivalents at end of half-year	1,399,607	3,256,197

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes.

Notes to the Financial Statements

For the half-year ended 31 December 2012

Note 1 – Summary of Significant Accounting Policies

Basis of Preparation

These general purpose interim financial statements for the half-year reporting period ended 31 December 2012 have been prepared in accordance with Australian Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Act 2001*.

This interim financial report does not include full disclosures of the type normally included in an annual report. It is recommended that this financial report to be read in conjunction with the annual financial report for the year ended 30 June 2012 and any public announcements made by Black Mountain Resources Limited during the half-year reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies have been consistently applied with those of the previous financial year and corresponding interim reporting period, except in relation to the matters disclosed below.

New and Revised Accounting Standards

The consolidated entity has adopted all of the new and revised Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. The adoption of these new and revised Accounting Standards and Interpretations has not resulted in a significant or material change to the consolidated entity's accounting policies.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted by the consolidated entity.

Note 2 – Other Revenue

	Half Year 31 Dec 2012 \$	Half Year 31 Dec 2011 \$
Interest revenue	23,600	69,987
Total other revenue	23,600	69,987

Notes to the Financial Statements

For the half-year ended 31 December 2012

Note 3 – Segment Information

Management has determined the operating segments based on the reports reviewed by the board of directors that are used to make strategic decisions.

The Company does not have any customers, operates only in the mineral exploration industry within the geographical segments of Australia and USA.

	Australia	USA	Total
	\$	\$	\$
31 December 2012			
Revenue			
Other revenues from external customers	-	-	-
Total segment revenue	-	-	-
Result			
Segment result	(1,185,020)	-	(1,185,020)
Interest revenue	23,600	-	23,600
Assets and Liabilities at 31 December 2012			
Segment assets			
- Exploration expenditure	176,800	13,898,517	14,075,317
- Cash and cash equivalents	1,399,607	-	1,399,607
- Other assets	839,320	-	839,320
- Trade and other receivables	84,608	-	84,608
Total assets as per the statement of financial position	2,500,335	13,898,517	16,398,852
Segment liabilities			
- Trade and other payables	127,127	-	127,127
Total liabilities as per the statement of financial position	127,127	-	127,127

Notes to the Financial Statements

For the half-year ended 31 December 2012

Note 3 – Segment Information (Cont)

	Australia \$	USA \$	Total \$
31 December 2011			
Revenue			
Other revenues from external customers	-	-	-
Total segment revenue	-	-	-
Result			
Segment result	(243,300)	-	(243,300)
Interest revenue	69,987	-	69,987
Assets and Liabilities at 30 June 2012			
Segment assets			
- Exploration expenditure	248,545	11,756,115	12,004,660
- Cash and cash equivalents	3,254,072	-	3,254,072
- Other assets	8,603	-	8,603
- Trade and other receivables	79,427	-	79,427
Total assets as per the statement of financial position	3,590,647	11,756,115	15,346,762
Segment liabilities			
- Trade and other payables	163,938	-	163,938
Total liabilities as per the statement of financial position	163,938	-	163,938

Notes to the Financial Statements

For the half-year ended 31 December 2012

	31 December 2012 \$	30 June 2012 \$
Note 4 – Issued Capital		
Issued Capital		
Ordinary shares – fully paid	12,979,876	10,758,511
Performance shares - fully paid	4,837,500	4,837,500
	17,817,376	15,596,011
	17,817,376	15,596,011

(a) Movements in share capital from 1 July 2012 to 31 December 2012 were as follows:

	No of Shares	Issue Price \$	\$
Opening Balance	90,330,001	-	15,596,011
Issue of shares	9,994,265	\$0.233	2,328,664
Share issued costs	-	-	(107,299)
Closing Balance	100,324,266	-	17,817,376
	100,324,266	-	17,817,376

(b) Movements in options on issue from 1 July 2012 to 31 December 2012 were as follows:

	No of Options	Issue Price \$	\$
Opening Balance	38,138,750	-	1,108,688
Issue of options	500,000	-	52,556
Closing Balance	38,638,750	-	1,161,244
	38,638,750	-	1,161,244

Note 5 – Dividends

No dividend has been declared or paid during the half-year ended 31 December 2012 (2011: Nil).

Notes to the Financial Statements

For the half-year ended 31 December 2012

Note 6 – Events subsequent to Reporting Date

In January 2013, the Company satisfied its earn-in obligations to acquire the 70% interest in each of the Conjecture Silver Project, the New Departure Silver Project and the Tabor Silver and Gold Project. The Company continues its focus on the development of these projects targeting initial ore production in Q1 and Q2 2013 from its two silver projects.

In February 2013, the Company completed the acquisition of the Lakeview Mill and nearby mining claims, including the historic Webber Mine and Keep Cool Mine claims. In consideration, the Company issued 11 million ordinary shares to Shoshone Silver / Gold Mining Corporation and its nominees.

Note 7 – Commitments and Contingent Liabilities

The Directors are not aware of any new contingent liabilities as at 31 December 2012. There has been no change in contingent liabilities since the last annual reporting date.

Directors' Declaration

The directors of the company declare that:

1. The financial statements and notes are in accordance with the *Corporations Act 2001*, including:
 - (a) complying with the Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and
 - (b) giving a true and fair view of the consolidated entity's financial position as at 31 December 2012 and of its performance for the half-year then ended.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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



Executive Director:
Peter Landau

Dated this 15 March 2013

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
BLACK MOUNTAIN RESOURCES LIMITED**

We have reviewed the accompanying half-year financial report of Black Mountain Resources Limited which comprises the statement of financial position as at 31 December 2012, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, 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 half-year end or from time to time during the half-year.

Directors' Responsibility for the Half-Year Financial Report

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

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2012 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Black Mountain Resources Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Black Mountain Resources Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

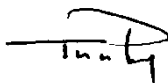
Conclusion

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

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2012 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

RSM Bird Cameron Partners

RSM BIRD CAMERON PARTNERS



TUTU PHONG
Partner

Perth, WA
Dated: 15 March 2013