

**DART MINING NL
AND CONTROLLED ENTITIES**

ABN: 84 119 904 880

**Financial Report For The Half Year Ended
31 December 2012**

DART MINING NL AND CONTROLLED ENTITIES

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Financial Report For The Year Ended 31 December 2012

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**DART MINING NL ABN: 84 119 904 880 AND CONTROLLED ENTITIES
DIRECTORS' REPORT**

The Directors of Dart Mining NL ('the Company') present their Report together with the financial statements of the consolidated entity, being Dart Mining NL and its controlled entities ('the Group') for the half-year ended 31 December 2012.

Director Details

The following persons were directors of Dart Mining NL during or since the end of the half year ended 31 December 2012.

Christopher J Bain
Dean G Turnbull
Lindsay J Ward
Richard G Udovenya
Stephen G Poke

Review of Operations

Dart Mining NL has had another highly successful half year to 31 December 2012 with the release of the first economic assessment of the Unicorn Project, a successful capital raising completed in continuing tough market conditions for juniors and the deep drilling to test the Henderson analogy getting underway.

The release of the scoping study (preliminary economic assessment) was a real milestone for Dart Mining and its flagship project Unicorn. Since its discovery in 2008, Dart Mining has progressively been moving towards this important milestone and with a payback of less than 2.5 years and an IRR of 27% based on a 10% discount rate, the economic potential of Unicorn looks very encouraging.

In November additional capital to support the planned deep drilling program was raised, with both existing and new shareholders supporting the raising of approximately \$1.25 million before costs.

A Mining Lease was granted for the Mountain View gold project during the quarter and the current intention during 2013 is to develop an information memorandum covering Dart Mining's broader gold tenements to bring in a joint venture partner to progress these gold opportunities as we advance Unicorn.

Dart Mining ended the year with approximately \$2.8M cash at bank and is well placed for a strong first quarter in 2013 which should see the results of the deep drilling released, further metallurgical drilling undertaken and the feasibility studies for Unicorn advanced.

Financial Position

The net assets and cash reserves of the Group as at 31 December 2012 were \$11,802,194 and \$2,806,707 respectively. The Company's financial position is largely attributed to the successful capital raising that were completed during the reporting period. The Board continues to maximise the return on the Group's funds by investing surplus funds and minimising expenditure on corporate overheads in order to pursue its exploration program and the Unicorn project.

Auditor's Independence Declaration

The auditor's independence declaration for the half-year ended 31 December 2012 has been received and can be found on page 2 of the half-year Financial Report.

Signed in accordance with a resolution of directors made pursuant to s306(3) of the Corporation Act 2011.

On behalf of the Directors



Christopher J Bain

Director

Melbourne, 20 February 2013

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001**

TO THE DIRECTORS OF DART MINING NL AND CONTROLLED ENTITIES

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2012 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

MSI Ragg Weir

MSI RAGG WEIR
Chartered Accountants

L. S. Wong

L. S. WONG
Partner

Melbourne: 20 February 2013

**DART MINING NL ABN: 84 119 904 880
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2012**

	Consolidated Group	
	31 December 2012	31 December 2011
	\$	\$
Revenue	37,881	36,038
Exploration costs written off	-	(7,781)
Employment related costs	(752,052)	(333,710)
Professional fees	(93,303)	(148,234)
Depreciation expenses	(173)	(166)
Office expenses	(4,928)	(17,647)
Administration expenses	(117,765)	(53,634)
Travel expenses	(30,975)	-
Other expenses	(41,544)	(37,620)
Loss before income tax	<u>(1,002,859)</u>	<u>(562,754)</u>
Income tax expense	-	-
Loss for the period	<u><u>(1,002,859)</u></u>	<u><u>(562,754)</u></u>
Other comprehensive income:		
Items that will not be reclassified to profit or loss	-	-
Items that will be reclassified to profit or loss	-	-
Other comprehensive income for the period, net of tax	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u><u>(1,002,859)</u></u>	<u><u>(562,754)</u></u>
Loss attributable to:		
Members of the parent entity	(1,002,859)	(562,754)
Non-controlling interest	-	-
	<u>(1,002,859)</u>	<u>(562,754)</u>
Total comprehensive income attributable to:		
Members of the parent entity	(1,002,859)	(562,754)
Non-controlling interest	-	-
	<u>(1,002,859)</u>	<u>(562,754)</u>
Earnings per share		
From continuing operations		
Basic earnings per share (cents)	(0.54)	(0.42)
Diluted earnings per share (cents)	(0.54)	(0.42)

The accompanying notes form part of these financial statements.

**DART MINING NL ABN: 84 119 904 880
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2012**

	Consolidated Group	
	31 December 2012	30 June 2012
	\$	\$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	2,806,707	3,482,337
Trade and other receivables	52,624	139,975
Other assets	8,154	28,986
TOTAL CURRENT ASSETS	2,867,485	3,651,298
NON-CURRENT ASSETS		
Other non-current assets	86,988	86,328
Property, plant and equipment	66,546	83,801
Deferred exploration and evaluation costs	8,899,509	7,833,200
TOTAL NON-CURRENT ASSETS	9,053,043	8,003,329
TOTAL ASSETS	11,920,528	11,654,627
LIABILITIES		
CURRENT LIABILITIES		
Trade and other payables	92,961	544,064
Provisions	25,373	21,109
TOTAL CURRENT LIABILITIES	118,334	565,173
TOTAL LIABILITIES	118,334	565,173
NET ASSETS	11,802,194	11,089,454
EQUITY		
Issued capital	16,567,826	15,193,057
Reserves	400,910	60,080
Accumulated losses	(5,166,542)	(4,163,683)
TOTAL EQUITY	11,802,194	11,089,454

The accompanying notes form part of these financial statements.

DART MINING NL ABN: 84 119 904 880
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2012

	Ordinary Share Capital \$	Share-Based Payment Reserves \$	Accumulated losses \$	Total \$
Consolidated Group				
Balance at 1 July 2011	9,812,795	75,642	(3,143,592)	6,744,845
Loss for the period			(562,754)	(562,754)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	-	-	(562,754)	(562,754)
Transactions with owners, in their capacity as owners, and other transfers				
Shares issued during the period	2,379,299	-	-	2,379,299
Capital raising costs	(41,160)	-	-	(41,160)
Options rights issued	-	220,000	-	220,000
Options rights exercised	-	(220,000)	-	(220,000)
Total transactions with owners and other transfers	2,338,139	-	-	2,338,139
Balance at 31 December 2011	12,150,934	75,642	(3,706,346)	8,520,230
Balance at 1 July 2012	15,193,057	60,080	(4,163,683)	11,089,454
Loss for the period			(1,002,859)	(1,002,859)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	-	-	(1,002,859)	(1,002,859)
Transactions with owners, in their capacity as owners, and other transfers				
Shares issued during the period	1,478,763	-	-	1,478,763
Capital raising costs	(103,994)	-	-	(103,994)
Options rights issued	-	529,095	-	529,095
Options rights exercised	-	(229,395)	-	(229,395)
Fair value adjustment for options issued		41,130		41,130
Total transactions with owners and other transfers	1,374,769	340,830	-	1,715,599
Balance at 31 December 2012	16,567,826	400,910	(5,166,542)	11,802,194

The accompanying notes form part of these financial statements.

**DART MINING NL ABN: 84 119 904 880
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED 31 DECEMBER 2012**

	Consolidated Group	
	31 December 2012	31 December 2011
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest received	46,387	28,788
Payments to suppliers and employees	(536,935)	(484,232)
Net cash used in operating activities	<u>(490,548)</u>	<u>(455,444)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for exploration	(1,341,397)	(825,891)
Purchase of property, plant and equipment	(3,092)	(16,340)
Net cash provided by investing activities	<u>(1,344,489)</u>	<u>(842,231)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	1,249,368	2,159,299
Payments for capital raising costs	(89,962)	(41,161)
Net cash provided by financing activities	<u>1,159,406</u>	<u>2,118,138</u>
Net (decrease)/increase in cash held	(675,630)	820,463
Cash and cash equivalents at beginning of the period	3,482,337	1,096,081
Cash and cash equivalents at end of the period	<u><u>2,806,707</u></u>	<u><u>1,916,544</u></u>

The accompanying notes form part of these financial statements.

DART MINING NL ABN: 84 119 904 880
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2012

Note 1 Summary of Significant Accounting Policies

Statement of compliance

The half-year financial report is a general purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 'Interim Financial Reporting'. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'. The half-year financial report does not include all the notes of the type usually included in an annual financial report. It is recommended that this financial report be read in conjunction with the financial report for the year ended 30 June 2012 and any public announcements made by the Company since 30 June 2012 in accordance with any continuous disclosure obligations arising under the Corporations Act 2001.

Basis of Preparation

The consolidated financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

The Group has adopted all new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are relevant to its operations. The adoption of these Standards has not resulted in any restatement to the results of previous periods presented.

Accounting Policies

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements, unless otherwise stated.

Critical Accounting Estimates and Judgments

The critical estimates and judgments are consistent with those applied and disclosed in the June 2012 annual report, except in relation to the following matter:

Key Estimates

Impairment - Carbon Price

There is presently uncertainty in relation to the impacts of the carbon pricing mechanism recently introduced by the Australian Government. This carbon pricing system could potentially affect the assumptions underlying value-in-use calculations used for asset impairment testing purposes. The Group has not incorporated the effect of any carbon price implementation in its impairment testing at 31 December 2012. However the effect, if any is not expected to be material to the information disclosed in this report.

(a) Exploration and Development Expenditure

Exploration expenditures incurred are capitalised in respect of each identifiable area of interest. These costs are only capitalised to the extent that they are expected to be recovered through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Accumulated costs in relation to an abandoned area are written off in full against profit in the year in which the decision to abandon the area is made.

When production commences, the accumulated costs for the relevant area of interest will be amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to capitalise costs in relation to that area of interest.

(b) Government Grants

Government grants are not recognised until there is reasonable assurance that the Group complies with the attached conditions and that the grant will be received.

Government grants that are conditional on costs already incurred or receivable for the purpose of giving financial support to the Group with no future related costs are recognised as revenue in the period they become receivable.

Government grants conditional on the completion of projects relating to identifiable area of interest are recognised as a reduction in the accumulated costs of the area in the statement of financial position.

The Group did not receive any government grants for the 6 months to 31 December 2012.

DART MINING NL ABN: 84 119 904 880
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2012

(c) New and Revised Accounting Requirements Applicable to the Current Half year Reporting Period

Presentation of Financial Statements.

The Group adopted AASB 2011-9: Amendments to Australian Accounting Standards - Presentation of Items of Other Comprehensive Income on 1 July 2012. AASB 2011-9 is mandatorily applicable from 1 July 2012 and amends AASB101: Presentation of Financial Statements.

AASB 2011-9 amends the presentation requirements of other comprehensive income. It requires items of other comprehensive income to be grouped between:

- Items that will not be reclassified subsequently to profit or loss; and
- those that will be reclassified subsequently to profit or loss when specific circumstances occur.

It also requires, when items of other comprehensive income are presented before the related tax effects with a single amount shown for the aggregate amount of income tax relating to those items, the amount of tax effect to be allocated between:

- Items that will not be reclassified subsequently to profit or loss; and
- those that might be reclassified subsequently to profit or loss.

The adoption of AASB 2011-9 only changed the presentation of the Group's financial statements and did not have any impact on the amounts reported for the current period or for any prior period in the Group's financial statements.

Note 2 Dividends

No dividends have been paid, declared or recommended for payment.

Note 3 Issuances of equity securities

During the half-year ended 31 December 2012, the Company issued 15,052,536 fully paid ordinary shares for a consideration of \$1,249,368, after costs, through a share placement to fund its next stage of exploration and development of the Unicorn Project.

The Company granted 2,000,000 incentive rights, in accordance with its Incentive Rights Plan, to its Managing Director. Each incentive right on exercise carries the right to one fully paid ordinary share in Dart Mining NL. The incentive rights were exercised during August 2012 and 2,000,000 fully paid ordinary shares were issued with a fair value at grant date of \$0.09 per share totalling \$180,000.

In addition, the Company granted 555,000 incentive rights to its employees. Each incentive right on exercise carries the right to one fully paid ordinary share in Dart Mining NL. The incentive rights were exercised during December 2012 and 555,000 fully paid ordinary shares were issued with a fair value at grant date of \$0.089 per share totalling \$49,395.

The Company granted 6,000,000 options, following share holder approval at its 2012 Annual General Meeting, to its Non-executive Directors during November 2012, details of the options issued are as follows:

Grant Date	No. of options	Exercise price	Expiry Date
5 November 2012	3,000,000	15 cents	31 December 2015
5 November 2012	3,000,000	15 cents	31 December 2016

These options are not listed.

At 31 December 2012 no listed options are on issue.

There were no other movements in the ordinary share capital or other issued share capital of the company in the current reporting period.

**DART MINING NL ABN: 84 119 904 880
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2012**

Note 4 Contingencies and commitments

The Group is required under its tenement licences in Victoria to rehabilitate each licence area to its original state subsequent to any exploration works. No dollar amount has been attributed to these rehabilitation works at the date of this report.

Under the terms of the exploration tenement licences held by the Group, the Group has a commitment to meet a minimum expenditure requirement in order to keep its rights current. The minimum expenditure requirement is not recognised as a liability in the statement of financial position of the Group as the Group may relinquish its right to a particular tenement thereby removing the requirement to meet the minimum expenditure requirement. The minimum expenditure requirement for the remainder of the exploration tenements licences terms is listed below.

The minimum expenditure requirement for the financial year ending 30 June 2013 is \$794,700, this amount has been met in full as the Company has expended \$1,066,309 in exploration cost for the 6 months to 31 December 2012.

The preliminary minimum expenditure requirement for the year ended 30 June 2014 is \$766,500.

The Directors are not aware of any other contingent liabilities exist at the date of this report.

Note 5 Events After the Reporting Period

The Directors are not aware of any other events subsequent to the reporting period.

Note 6 Related Party Transactions

(a) The Company's main related parties are as follows:

(i) Key Management Personnel:

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity are considered key management personnel.

(ii) Other Related Parties

Other related parties include entities controlled by the ultimate parent entity and entities over which key management personnel exercise

(b) Transactions with related parties:

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

	31 December 2012	31 December 2011
	\$	\$
(i) Director related entities		
- Professional fees paid to ResourcesLaw International, of which Mr Richard Udovenya is a member	30,313	25,483
- Consultancy fees paid to North East Geological Contractors Pty Ltd, a Company of which Mr Dean Turnbull is a director and a shareholder	13,500	13,500
- Drilling services fees paid to Edrill Pty Ltd, a Company of which Mr Stephen Poke is a director and shareholder	78,707	14,000
- Professional fees paid to Draffin Walker Pty Ltd, a Company of which Mr Andrew Draffin is a director and shareholder	44,510	-
(c) Amount due to related parties as at 31 December 2012.		
ResourcesLaw International	13,489	-
Edrill Pty Ltd	13,761	-
Draffin Walker & Co.	866	11,000

**DART MINING NL ABN: 84 119 904 880
AND CONTROLLED ENTITIES
DIRECTORS' DECLARATION**

In accordance with a resolution of the Directors of Dart Mining NL, the Directors of the company declare that:

1. the financial statements and notes, as set out on pages 3 to 9, are in accordance with the Corporations Act 2001 and:
 - (a) complying with Accounting Standard AASB 134: Interim Financial Reporting; and
 - (b) giving a true and fair view of the consolidated entity's financial position as at 31 December 2012 and of the performance for the half-year ended on that date.
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.

Signed in accordance with a resolution of the Directors made pursuant to s.303(5) of the Corporations Act 2001.

On behalf of the Directors



Christopher J Bain

Director

Melbourne 20 February 2013

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF DART MINING NL AND CONTROLLED ENTITIES

Report on the Half-year Financial Report

We have reviewed the accompanying half-year financial report of Dart Mining NL and controlled entities (the group), which comprises the consolidated statement of financial position as at 31 December 2012, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity, the consolidated 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.

Directors' Responsibility for the Half-Year Financial Report

The directors of Dart Mining NL and controlled entities are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) 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 interim and other financial reports performed by the independent auditor of the entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of Dart Mining NL and controlled entities' 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 Dart Mining NL and controlled entities, 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 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.

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF DART MINING NL AND CONTROLLED ENTITIES CONTINUED**

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 Dart Mining NL and controlled entities is not in accordance with the Corporations Act 2001 including:

- (i) giving a true and fair view of Dart Mining NL and controlled entities' financial position as at 31 December 2012 and of its performance for the half-year ended on that date; and
- (ii) complying with AASB 134: Interim financial reporting and the Corporations Regulations 2001.

MSI Ragg Weir

MSI RAGG WEIR
Chartered Accountants

L.S. Wong

L.S. WONG
Partner

Melbourne: 20 February 2013