



FINANCIAL REPORT
For the half year ended
31 December 2013

COMPANY DIRECTORY

DIRECTORS Michael O’Keeffe (Non-Executive Chairman)
Niall Lenahan (Non-Executive Director)
Richard Wright (Non-Executive Director)

SECRETARY Niall Lenahan

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& PRINCIPAL
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SHARE REGISTRY Security Transfer Registrars Pty Ltd
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STOCK EXCHANGE The Company’s shares are listed on the ASX

ASX CODE MAB (Fully Paid Ordinary Shares)

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DIRECTORS' REPORT

The Directors of Mamba Minerals Limited, (the "Company" or "Mamba") and its controlled entities (the "Group") submit herewith the financial report for the six months ended 31 December 2013 ("Half Year").

MERGER WITH CHAMPION IRON MINES LIMITED OF CANADA

On 6 December 2013 Mamba entered into a definitive arrangement agreement ("Arrangement") to effect a merger with Canadian Iron ore developer Champion Iron Mines Limited (TSX:CHM), whereby Champion shareholders will receive 11 Mamba shares for every 15 shares they hold. The arrangement will also provide for the issuance by Mamba of replacement stock options and warrants to holders of outstanding Champion options and warrants on similar terms as adjusted by the 11 to 15 exchange ratio. Subject to shareholder approvals, Mamba's existing 32 million performance shares will convert into ordinary shares at a rate of 1 to 10.

Champion's 100% owned major asset, the Consolidated Fire Lake North Project, has a prefeasibility study which was completed in February 2013 for production of 9.3Mtpa of iron ore, with a net present value of C\$3.3 billion and operating costs of C\$44/t.

Mamba plans to raise \$10 million via a private placement to selected strategic and other investors effective at the completion of the merger. Mamba has negotiated a two year extension to the Snelgrove Lake Project option agreement to September 2017 (conditional on the completion of the Arrangement within 6 months), allowing it more flexibility on its development timetable and the ability to focus on the Fire Lake North project in the near term.

The Company is continuing to work through the merger requirements and is in the process of seeking the required shareholder and regulatory approvals. Subject to receipt of these approvals, the merger is expected to be completed by early April 2014.

ACQUISITION OF CIP MAGNETITE

During July 2013 the Company exercised its option to acquire 100% of CIP Magnetite Pty Limited (Incorporated in Western Australia) and 100% of CIP Magnetite Limited (Incorporated in Newfoundland and Labrador) and issued 32 million performance shares to the previous CIP Magnetite Limited shareholders. CIP Magnetite Limited is the holder of the option to acquire the Snelgrove Lake Project.

OPERATIONAL

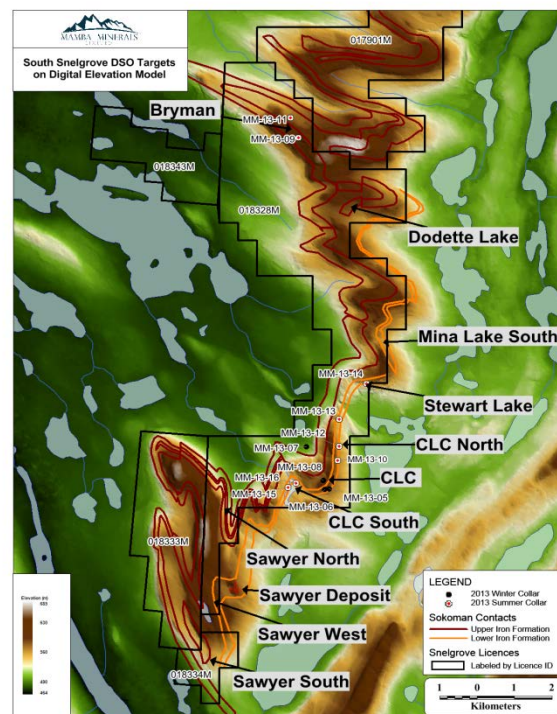
Snelgrove Lake Project (Labrador Trough, Canada)

Mamba has completed an eight hole 814 metre summer diamond drilling program at the Snelgrove Lake Project in Canada. The Snelgrove Lake Project is located approximately 55 kilometres southeast of the small community of Schefferville and 200 kilometres north of the town of Labrador City.

Drill Results Overview

A total of eight holes were drilled into two prospects in the Bryman and CLC regions. The location of the summer drilling program is outlined in Figure 1.

Figure 1 South Snelgrove drilling targets

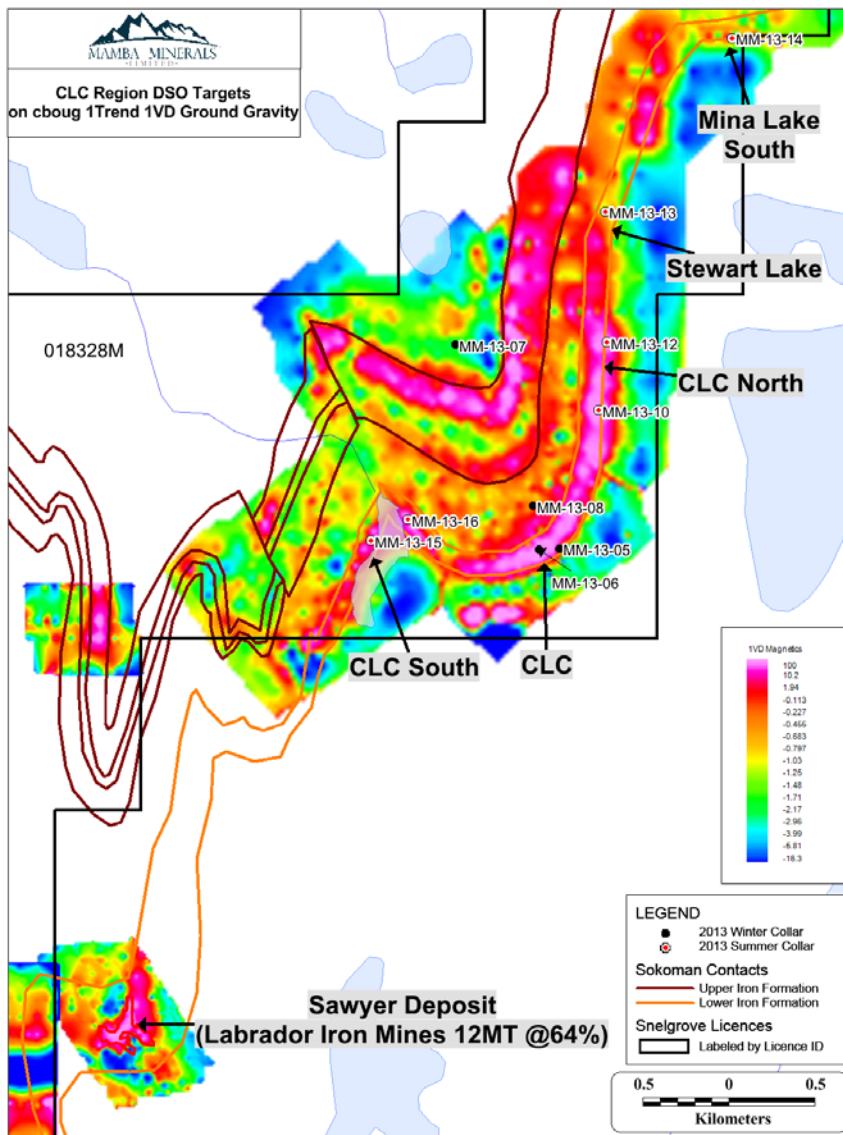


Six drill holes totalling 635 metres of NQ core from the summer program have been added to the original three diamond holes drilled earlier in the year in the CLC region. All six holes successfully targeted and intersected the lower unit of the Sokoman Formation, the same host iron formation identified during the winter work program.

The summer drilling campaign confirmed the extension of the CLC hematite mineralisation along strike providing confidence that sufficient potential volume may exist to support an iron ore operation.

The density of drilling is not sufficient to provide a tonnage calculation. However, the drilling has demonstrated that hematite mineralisation is typically more than 100m deep and appears continuous up to 4km. More than 1500m of strike length in the lower iron formation still remains untested. The diagram in Figure 2 shows the drilling successfully targeting the gravity high and lower iron unit.

Figure 2 CLC Region targets for gravity high and lower iron unit



Two holes totalling 179 metres drilled in the Bryman explained the geophysical signature but were not mineralised.

Ennuin Gold (Mamba Goldfields) and Mozambique (Mambas Minerals)

During the half year Mamba GoldFields Pty Limited and Mambas Minerals Limitada were placed into liquidation and capitalised exploration was fully impaired.

CORPORATE

Board Appointments

On 13 August 2013, Mr Michael O’Keeffe, Mr Niall Lenahan and Mr Richard Wright were appointed to the board and Mr Greg Burns, Mr Robert Hyndes and Mr Neville Bassett resigned from the board.

On 13 August 2013, Mr Niall Lenahan was appointed as Company Secretary and Mr Robert Hyndes resigned as Company Secretary.

Annual General Meeting

The Company held its Annual General Meeting of Shareholders on 26 November 2013 at which all proposed resolutions were passed unanimously.

Securities

At the end of the Half Year, Mamba had the following securities on issue;

- 70,550,086 ordinary shares;
- 17,000,000 unlisted options (Expiry 31 August 2015; Exercise price 25 cents);
- 500,000 unlisted options (Expiry 15 December 2015; Exercise price 50 cents);
- 3,300,000 unlisted options (Expiry 29 November 2018; Exercise price 50 cents);
- 32,000,000 performance shares.

PRESENTATION OF HALF-YEARLY FINANCIAL REPORT

The Board of Directors of Mamba Minerals Limited present herewith the consolidated financial report of the entity for the half year ended 31 December 2013. In order to comply with the provision of the *Corporations Act 2001*, the Directors report as follows:

Directors

The following persons were Directors of Mamba Minerals Limited during the half year and up to the date of this report:

Michael O’Keeffe	Chairman	Appointed 13 August 2013
Mr. Niall Lenahan	Non-Executive Director	Appointed 13 August 2013
Mr. Richard Wright	Non-Executive Director	Appointed 13 August 2013
Mr. Greg Burns	Non-Executive Chairman	Resigned 13 August 2013
Mr. Neville Bassett	Non-Executive Director	Resigned 13 August 2013
Mr. Robert Hyndes	Non-Executive Director	Resigned 13 August 2013

Company Secretary

Mr. Niall Lenahan	Company Secretary	Appointed 13 August 2013
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Principal Activity

Mamba is a mineral exploration company primarily focused on the exploration and development of the Snelgrove Lake Project, an iron ore project located in Canada's premier iron ore district, the Labrador Trough in Newfoundland.

Results of Operation

The company incurred an after tax operating loss for the half year ended 31 December 2013 of \$1,094,875 (2012: \$839,002).

Consolidation

The Company has prepared the financial report as a consolidated entity.

Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration for the half-year ended 31 December 2013 as required under section 307C of the *Corporations Act 2001* is set out on page 20 and forms part of the Directors' Report.

Signed in accordance with a resolution of the Directors made pursuant to section 306(3) of the *Corporations Act 2001*.



Michael O'Keeffe

Chairman

Sydney

28 February 2014

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

	Note	31 Dec 2013 \$	31 Dec 2012 \$
Interest received	2	19,941	40,081
Sundry Income	2	31,317	-
Foreign exchange gain	2	54,785	-
Exploration impairment	2	(45,808)	(4,157)
Salaries, wages and fees		(298,718)	(44,100)
Legal, tax and consulting fees		(394,491)	(739,790)
Travel expenses		(242,367)	(5,794)
Administration expenses	2	(219,534)	(85,242)
Loss from ordinary activities before income tax expense		(1,094,875)	(839,002)
Income tax attributed to operating loss		-	-
Loss after income tax for the half-year		(1,094,875)	(839,002)
Other comprehensive income – items that may be reclassified to profit and loss in the future			
Foreign currency translation differences		496,849	-
Total comprehensive income for the half-year		(598,026)	(839,002)
		Cents per share	Cents per share
Loss per share			
Basic (cents per share)	3	(1.5591)	(2.6803)
Diluted (cents per share)	3	(1.5591)	(2.6803)

The basic and diluted loss per share of the comparative half year ended 31 December 2012 has been adjusted to reflect the 1 for 5 share consolidation.

The above Consolidated Statement should be read in conjunction with the accompanying notes

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2013

	Note	31 Dec 2013 \$	30 Jun 2013 \$
Current Assets			
Cash and cash equivalents		1,833,572	3,608,834
Trade and other receivables		679,256	24,608
Total Current Assets		<u>2,512,828</u>	<u>3,633,442</u>
Non-Current Assets			
Plant and equipment		98,159	22,727
Loan Receivable		-	218,102
Exploration and evaluation	4	10,409,241	7,346,927
Total Non-Current Assets		<u>10,507,400</u>	<u>7,587,756</u>
Total Assets		<u>13,020,228</u>	<u>11,221,198</u>
Current Liabilities			
Trade and other payables		104,660	249,808
Other Liabilities		16,400	1,017,363
Total Current Liabilities		<u>121,060</u>	<u>1,267,171</u>
Total Liabilities		<u>121,060</u>	<u>1,267,171</u>
Net Assets		<u>12,899,168</u>	<u>9,954,027</u>
Equity			
Issued capital	5	16,857,271	14,602,904
Reserves	6	4,396,787	2,611,138
Accumulated losses		(8,354,890)	(7,260,015)
Total Equity		<u>12,899,168</u>	<u>9,954,027</u>

The above Consolidated Statement should be read in conjunction with the accompanying notes

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

	31 Dec 2013 \$	31 Dec 2012 \$
Cash flows from operating activities		
Payments to suppliers and employees	(1,114,128)	(348,481)
Sundry Income	31,317	-
Interest received	19,941	40,081
Net cash (outflow) from operating activities	(1,062,870)	(308,400)
Cash flows from investing activities		
Acquisition costs	-	(672,804)
Exploration costs	(2,243,786)	(904,251)
Purchase of Property, plant and equipment	(87,743)	-
Cash acquired on acquisition of CIP Magnetite	211,352	-
Loans to other entities	-	(300,000)
Loans repaid by other entities	-	483,986
Net cash used in investing activities	(2,120,177)	(1,393,069)
Cash flows from financing activities		
Proceeds from share issues	1,329,287	4,585,000
Cost of share issue	(92,281)	(240,611)
Net cash inflow from financing activities	1,237,006	4,344,389
Net (decrease)/ increase in cash and cash equivalents	(1,946,041)	2,642,920
Cash and cash equivalents at beginning of half-year	3,608,834	1,080,208
Foreign exchange adjustment	170,779	955
Cash and cash equivalents at end of half-year	1,833,572	3,724,083

The above Consolidated Statement should be read in conjunction with the accompanying notes

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

	Issued Capital	Accumulated Losses	Option Premium Reserve	Share Based Payment Reserve	Performance Share Reserve	Foreign Currency Translation Reserve	Total Equity
Balance as at 1 July 2013	14,602,904	(7,260,015)	129,138	2,482,000	-	-	9,954,027
Issue of share capital	2,302,511	-	(44,138)	-	-	-	2,258,373
Capital raising costs	(48,144)	-	-	-	-	-	(48,144)
Issue of performance shares	-	-	-	-	1,280,000	-	1,280,000
Share based payment expense	-	-	-	52,938	-	-	52,938
Loss for the half-year	-	(1,094,875)	-	-	-	-	(1,094,875)
Other comprehensive income	-	-	-	-	-	496,849	496,849
Total comprehensive income	-	(1,094,875)	-	-	-	496,849	(598,026)
Balance as at 31 December 2013	16,857,271	(8,354,890)	85,000	2,534,938	1,280,000	496,849	12,899,168
Balance as at 1 July 2012	6,904,372	(5,829,330)	-	-	-	-	1,075,042
Issue of share capital	4,585,000	-	-	-	-	-	4,585,000
Capital raising costs	(394,604)	-	-	-	-	-	(394,604)
Loss for the half-year	-	(839,002)	-	-	-	-	(839,002)
Total comprehensive income	-	(839,002)	-	-	-	-	(839,002)
Balance as at 31 December 2012	11,094,768	(6,668,332)	-	-	-	-	4,426,436

The above Consolidated Statements should be read in conjunction with the accompanying notes

NOTES TO THE CONSOLIDATED STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Preparation

This general purpose interim financial report for the half-year reporting period ended 31 December 2013 has been prepared in accordance with Australian Accounting Standard 134 "Interim Financial Reporting" and other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*.

The half-year report has been prepared on an accruals and historical cost basis.

This interim report does not include all the notes of the type normally included in an annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and operating and financing activities of the consolidated entity as the full financial report. Accordingly, this interim financial report is to be read in conjunction with the Annual Report for the year ended 30 June 2013 and any public announcements made by Mamba Minerals Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

This interim financial report was approved by the Board of Directors on the 28 February 2014.

The interim financial report has been prepared on the going concern basis that contemplates normal business activities and the realisation of assets and extinguishment of liabilities in the ordinary course of business.

b. Significant Accounting Policies

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

The Group has adopted all of the new, revised or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. The adoption of these Accounting standards and Interpretations did not have any significant impact on the financial performance or position of the Group.

Any new, revised or amended Accounting Standards or Interpretations that are not yet mandatory have not been adopted early.

2. LOSS FOR THE PERIOD

The following revenue and expense items are relevant in explaining the financial performance for the interim period

	31 Dec 2013 \$	31 Dec 2012 \$
Interest received	19,941	40,081
Sundry income	31,317	-
Foreign exchange gain	54,785	-
	<u>106,043</u>	<u>40,081</u>
Exploration expenses		
Expenses impairment (i)	<u>(45,808)</u>	<u>(4,157)</u>
Administration expenses include:		
Share-based payment expense	(52,938)	-

- (i) During the half year Mamba GoldFields Pty Limited and Mambas Minerals Limitada were placed into liquidation and all capitalised exploration was impaired.

3. LOSS PER SHARE

Basic loss per share

The calculation of basic loss per share for the half year ended 31 December 2013 was based on the consolidated loss attributable to ordinary shareholders of \$1,094,875 (31 December 2012: loss \$839,002) and a weighted average number of ordinary shares during the half year ended 31 December 2013 of 70,223,842 (31 December 2012: 31,302,970). The basic loss per share of the comparative half year ended 31 December 2012 has been adjusted to reflect the 1 for 5 share consolidation.

Diluted loss per share

The calculation of diluted loss per share for the half year ended 31 December 2013 was based on a weighted average number of ordinary shares during the half year and the conversion of options to ordinary shares. Share options are not considered dilutive for the half years ended 31 December 2013 and 2012 as the conversion of options to ordinary shares will result in a decrease in the net loss per share.

4. EXPLORATION AND EVALUATION

	31 Dec 2013 \$	30 Jun 2013 \$
Exploration and Evaluation		
Opening Balance	7,346,927	26,151
Issue of 17 million options	-	2,482,000
Issue of 32 million performance shares (Note 9)	1,280,000	-
Exploration and evaluation costs		
Incurred (Canada)	1,442,955	4,819,119
Incurred (Australia)	-	19,657
Incurred (Mozambique)	-	4,157
Impaired (Australia)	(45,808)	-
Impaired (Mozambique)	-	(4,157)
Difference arising on translation of foreign operations	385,167	-
	10,409,241	7,346,927

5. ISSUED CAPITAL

	Number	\$
Share Capital		
Balance as at 1 July 2013	61,340,043	14,602,904
Issue of shares (i)	9,210,043	2,254,367
Balance at 31 December 2013	70,550,086	16,857,271
Balance as at 1 July 2012	130,916,674	6,804,372
Consolidation	(104,733,269)	-
Issue of shares (ii)	20,000,000	4,500,000
Capital raising costs	-	(394,604)
Balance at 31 December 2012	46,183,405	10,909,768

- (i) Issue of shares on the exercise of 25 cent options, less underwriting fees.
- (ii) During the half year 31 December 2012, Mamba successfully raised \$4,500,000 through the issue of 14 million fully paid ordinary shares at \$0.225 in the first tranche and through the issue of 6 million fully paid ordinary shares at \$0.225 in the second tranche together with 500,000 free options exercisable at \$0.50 and expiring 15 December 2015. The funds have been used to fund exploration on the Snelgrove Lake Project in Canada and supplement working capital.

6. RESERVES

	31 Dec 2013 \$	30 June 2013 \$
Option premium reserve	85,000	129,138
Share based payment reserve	2,534,938	2,482,000
Performance share reserve	1,280,000	-
Foreign currency translation reserve	496,849	-
	4,396,787	2,611,138
	Number	\$
Option premium reserve		
Balance as at 1 July 2013	9,710,043	129,138
Exercise of options (i)	(9,210,043)	(44,138)
Balance at 31 December 2013	500,000	85,000
Balance as at 1 July 2012	104,333,346	100,000
Consolidation	(83,466,665)	-
Issue of free attaching options (Note 5 (ii))	500,000	-
Issue of options (ii)	-	85,000
Exercise of \$0.25 options expiring 30 June 2013	(11,656,638)	(55,862)
Balance at 30 June 2013	9,710,043	129,138

(i) Exercise of 25 cent options.

(ii) During the half year 31 December 2012, Mamba raised \$85,000 from the issue of 17,000,000 Listed Options at \$0.005, exercisable at \$0.25 and expiring 31 August 2015. The funds have been used to fund exploration on the Snelgrove Lake Project in Canada and supplement working capital.

Options on issue as at 31 December 2013 are detailed in the Directors Report.

	Number	\$
Share based payment reserve		
Balance at 1 July 2013 (ii)	17,000,000	2,482,000
Issue of options (iii)	3,300,000	-
Share based payment expense	-	52,938
Balance at 31 December 2013	20,300,000	2,534,938
Balance as at 1 July 2012	-	-
Issue of options (ii)	17,000,000	2,482,000
Balance at 30 June 2013	17,000,000	2,482,000

(iii) On 29 November 2013 the Company issued 3.3 million options, which were issued to Directors and employees of the Company for nil consideration, with an exercise price of 50 cents per option and expiry date of 29 November 2018. The fair value per option is 33 cents.

	Number	\$
Performance share reserve		
Balance as at 1 July 2013	-	-
Issue of performance shares (iv)	32,000,000	1,280,000
Balance at 31 December 2013	32,000,000	1,280,000

(iv) On 30 August 2013 the Company issued 32 million performance shares as consideration for the acquisition of CIP Magnetite Limited, the holder of an option to acquire the Snelgrove Lake Project. A performance share will convert to one fully paid ordinary share upon the achievement of agreed milestones. The performance shares have been valued at the Company's share price at 31 July 2013, the date of CIP Magnetite Limited acquisition, and using a 10% weighted average likelihood that the targets will be achieved.

7. DIVIDENDS

No dividends have been paid or provided for at the end of the half year.

8. COMMITMENTS AND CONTINGENCIES

To complete the acquisition of the Snelgrove Lake Project the Company is required to spend CAD \$6.5 million on exploration and make a payment of \$5.75 million to Altius Resources Inc. The exploration spend at 31 December 2013 amounts to CAD \$6.3million.

A termination payment of up to CAD \$1 million is payable to Champion if the Company exercises its right to terminate the merger arrangement agreement with Champion Iron Mines (TSX:CHM). (Note 11)

Other than the above, the Directors are of the opinion that there are no contingent liabilities as at 31 December 2013.

9. CONTROLLED ENTITIES

During the half year the Company exercised its option to acquire 100% of CIP Magnetite Pty Limited (Incorporated in Western Australia) and 100% of CIP Magnetite Limited (Incorporated in Newfoundland and Labrador) and issued 32 million performance shares to the previous CIP Magnetite Limited shareholders. The acquisition has been accounted for as an asset acquisition as CIP Magnetite Limited did not meet the definition of a business. CIP Magnetite Limited is the holder of the option to acquire the Snelgrove Lake Project. 2401397 Ontario Inc, a 100% subsidiary of the Company, was incorporation of 24 December 2013 in Ontario, Canada.

10. SEGMENT REPORTING

Mamba has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources.

	31 Dec 2013	31 Dec 2012
	\$	\$
Reportable segment loss		
Canada (iron ore)	(88,676)	(672,804)
Mozambique (gold)	(5,032)	(4,157)
Australia (gold)	(45,808)	-
	<u>(139,516)</u>	<u>(676,961)</u>
Interest	19,941	40,081
Corporate expenses	(1,030,085)	(202,122)
Foreign exchange profit/ (loss)	54,785	-
Loss before tax	<u>(1,094,875)</u>	<u>(839,002)</u>
	31 Dec 2013	30 Jun 2013
	\$	\$
Reportable segment assets		
Canada	11,149,882	8,019,987
Corporate	1,870,346	3,201,211
	<u>13,020,228</u>	<u>11,221,198</u>

11. SUBSEQUENT EVENTS

As announced on 6 December 2013 the Company entered into a definitive arrangement agreement (“Arrangement”) to effect a merger with Canadian Iron ore developer Champion Iron Mines (TSX:CHM), whereby Champion shareholders will receive 11 Mamba shares for every 15 shares they hold. The Arrangement will also provide for the issuance by Mamba of replacement stock options to holders of outstanding Champion options and warrants on similar terms as adjusted by the 11 to 15 exchange ratio. This Arrangement will result in a reverse takeover of Mamba for accounting purposes.

Subject to shareholder approvals, the existing 32 million performance shares will convert into ordinary shares at a rate of 1 to 10. All the performance shareholders have provided written acceptance to the consolidation and conversion.

The Company is continuing to work through the merger requirements and is in the process of seeking the required shareholder and regulatory approvals.

Mamba has received firm acceptances for \$10 million via a private placement to selected institutional and sophisticated investors through Blackswan Equities Ltd and Capital Investment Partners Pty Ltd. Funds will be held in trust until completion of the Arrangement. Completion of the Placement is a key condition of the Arrangement.

Both the Placement and the conversion of the performance shares are subject to Mamba shareholder approval at the meeting to be held on 20 of March 2014.

Champion shareholders will vote on the Arrangement on 27 of March 2014 with the approval of the Ontario Superior Court of Justice (commercial list) being sought shortly thereafter and the Arrangement expected to become effective in early April 2014.

Other than the above, no matters or circumstances have arisen since the end of the period of review which significantly affected or may significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in subsequent financial years.

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Mamba Minerals Limited, I state that:

In the Opinion of the Directors:

- a) the financial statements and notes of the Group are in accordance with the *Corporations Act 2001*, including:
 - (i) giving a true and fair view of the financial position as at 31 December 2013 and the performance for the half year ended on that date, and
 - (ii) complying with Accounting Standard AASB 134: *“Interim Financial Reporting”*.
- b) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Directors.



Michael O'Keeffe
Chairman

Sydney
28 February 2014



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Auditor's Independence Declaration to the Directors of Mamba Minerals Limited

In relation to our review of the interim financial report of Mamba Minerals Limited for the half-year ended 31 December 2013, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the *Corporations Act 2001* or any applicable code of professional conduct.

Ernst & Young

Ryan Fisk
Partner
28 February 2014

To the members of Mamba Minerals Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Mamba Minerals Limited, which comprises the statement of financial position as at 31 December 2013, 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 controls as the directors determine are necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2013 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 Mamba Minerals Limited and the entities it controlled during the half-year, 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.

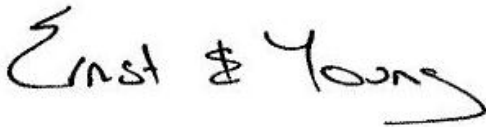
Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We have given to the directors of the company a written Auditor's Independence Declaration, a copy of which is included in the Directors' Report.

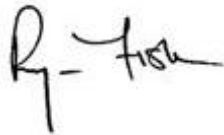
Conclusion

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 Mamba Minerals 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 2013 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*.



Ernst & Young



Ryan Fisk
Partner
Sydney
28 February 2014