
BARRA RESOURCES LIMITED
ABN 76 093 396 859

INTERIM FINANCIAL REPORT
31 DECEMBER 2017

CONTENTS

	Page
Directors' Report.....	1
Auditor's Independence Declaration.....	3
Condensed Statement of Profit or Loss and Other Comprehensive Income	4
Condensed Statement of Financial Position.....	5
Condensed Statement of Changes in Equity	6
Condensed Statement of Cash Flows.....	8
Notes to and Forming Part of the Condensed Financial Report	9
Directors' Declaration	13
Independent Auditor's Review Report	14

DIRECTORS' REPORT
31 DECEMBER 2017

The Directors present their report together with the financial report on Barra Resources Limited ("Barra" or "the Company"), for the half-year ended 31 December 2017.

DIRECTORS

The Directors of the Company during or since the end of the half-year are:

- Gary Berrell
- Grant Mooney
- Jonathan (Jon) Young
- Sean Gregory (appointed 16 November 2017)

The above named directors held office during and since the end of the half-year, unless otherwise stated.

OPERATING RESULTS

The loss from ordinary activities of the Company for the half-year ended 31 December 2017 after income tax was \$1,254,665 (2016 loss: \$1,090,116).

REVIEW OF OPERATIONS

The Company undertook the following activities during the half-year ended 31 December 2017.

CORPORATE

- A \$2.25 million Share Purchase Plan was completed heavily oversubscribed. Funding in place to progress the Prefeasibility Study for the Mt Thirsty cobalt nickel project and exploration programs for our Coolgardie region gold projects.
- Appointment of new Managing Director and CEO – Sean Gregory.
- Acquisition of Coolgardie Mining Company Pty Ltd consolidated 100% ownership of Burbanks Gold Project.

PHILLIPS FIND PROJECT (Western Australia)

- Acquisition of new prospecting licences consolidated landholding.
- Strategic review completed by independent geological expert to assess project wide target generation and drill program prioritisation.

BURBANKS PROJECT (Coolgardie, Western Australia)

- Strategic review completed by independent geological expert to prioritise targets.
- 3D modelling of historic Main Lode workings developed to assist in designing exploration programs.
- Multi-year exploration program being developed from Strategic Review process.

MT THIRSTY JOINT VENTURE (50% owned – Norseman, Western Australia)

- Mt Thirsty Scoping Study returned outstanding financial metrics.
- Study proves base case for sulphur dioxide leaching enabling low capex flowsheet.
- Planning for Prefeasibility Study underway – will target increasing metal recoveries.

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 the following page.

Signed on 7 March 2018 in accordance with a resolution of the directors made pursuant to Section 306(3) of the Corporations Act 2001.

On behalf of the Directors:



SEAN GREGORY
Managing Director

Competent Persons Statement

The information in this report which relates to Exploration Results at Phillips Find, Burbanks and Mt Thirsty is based on information compiled by Mr Gary Harvey who is a Member of the Australian Institute of Geoscientists and a full-time employee of Barra Resources Limited. Mr Harvey 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 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (the JORC Code). Mr Harvey consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report which relates to the Mt Thirsty Oxide Deposit Mineral Resource is based on information compiled by Mr Alan Miller, a Competent Person and former full time employee of Golder Associates Pty Ltd, who is a member of the Australasian Institute of Mining and Metallurgy. Mr Miller 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 of Exploration Results, Mineral Resources and Ore Reserves" (the JORC Code). Mr Miller consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

The interpretations and conclusions reached in this report are based on current geological theory and the best evidence available to the authors at the time of writing. It is the nature of all scientific conclusions that they are founded on an assessment of probabilities and, however high these probabilities might be, they make no claim for complete certainty. Any economic decisions that might be taken on the basis of interpretations or conclusions contained in this report will therefore carry an element of risk.

It should not be assumed that the reported Exploration Results will result, with further exploration, in the definition of a Mineral Resource.



Accountants | Business and Financial Advisers

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Barra Resources Limited for the half-year ended 31 December 2017, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Perth, Western Australia
7 March 2018

A handwritten signature in blue ink that reads 'D I Buckley'.


D I Buckley
Partner

HLB Mann Judd (WA Partnership) ABN 22 193 232 714

Level 4 130 Stirling Street Perth WA 6000 | PO Box 8124 Perth BC WA 6849 | Telephone +61 (08) 9227 7500 | Fax +61 (08) 9227 7533

Email: mailbox@hlbwa.com.au | Website: www.hlb.com.au

Liability limited by a scheme approved under Professional Standards Legislation

HLB Mann Judd (WA Partnership) is a member of  International, a world-wide organisation of accounting firms and business advisers

**CONDENSED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017**

	Note	Half-Year Ended 31 Dec 2017 \$	Half-Year Ended 31 Dec 2016 \$
Royalty income		-	11,181
Other income		8,566	52,726
Total Revenue		8,566	63,907
Employee benefits expense		(162,438)	(152,678)
Exploration costs written off		(263,297)	(505,276)
Depreciation expense		(8,761)	(9,430)
Consulting expenses		(123,428)	(56,376)
Rental expenses		(51,693)	(39,689)
Administration expenses		(115,914)	(103,676)
Share-based payments	10	(537,700)	(286,900)
Total Expenses		(1,263,231)	(1,154,023)
Loss before income tax benefit		(1,254,665)	(1,090,116)
Income tax benefit		-	-
Profit/(loss) after related income tax benefit		(1,254,665)	(1,090,116)
Other Comprehensive Income			
<i>Items that may be reclassified to profit or loss:</i>			
Change in fair value of available-for-sale financial assets		(42,250)	6,500
<i>Items reclassified to profit and loss this period:</i>			
Available-for-sale financial assets disposed		-	(32,250)
Total comprehensive income/(loss) for the period		(1,296,915)	(1,115,866)
		Cents	Cents
Loss per share:			
Basic earnings / (loss) per share (cents per share)		(0.29)	(0.29)
Diluted earnings / (loss) per share (cents per share)		(0.29)	(0.29)

The accompanying notes form part of these financial statements.

CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2017

	Note	31 Dec 2017 \$	30 June 2017 \$
CURRENT ASSETS			
Cash and cash equivalents		2,565,642	1,478,348
Trade and other receivables	3	26,431	28,275
Other		43,887	60,320
TOTAL CURRENT ASSETS		2,635,960	1,566,943
NON CURRENT ASSETS			
Financial assets		49,000	91,249
Rental bond		15,000	15,000
Property, plant and equipment		6,301	11,911
Exploration and evaluation expenditure	5	9,138,200	8,699,076
TOTAL NON CURRENT ASSETS		9,208,501	8,817,316
TOTAL ASSETS		11,844,461	10,384,259
CURRENT LIABILITIES			
Trade and other payables		116,916	235,142
Provisions		233,101	130,793
TOTAL CURRENT LIABILITIES		350,017	365,935
TOTAL LIABILITIES		350,017	365,935
NET ASSETS		11,494,444	10,018,324
EQUITY			
Issued capital	6	53,074,555	50,839,220
Reserves		896,558	401,108
Accumulated losses		(42,476,669)	(41,222,004)
TOTAL EQUITY		11,494,444	10,018,324

The accompanying notes form part of these financial statements.

CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

	Issued Capital	Employee Equity- settled Benefits Reserve	Investment Revaluation Reserve	Accumulated Losses	Total attributable to equity holders of the entity
	\$	\$	\$	\$	\$
Balance as at 1 July 2017	50,839,220	334,700	66,408	(41,222,004)	10,018,324
Loss for the period	-	-	-	(1,254,665)	(1,254,665)
Revalue EGS shares 31/12	-	-	(27,750)	-	27,750
Revalue NUH shares 31/12	-	-	(14,500)	-	14,500
Total comprehensive loss	-	-	(42,250)	(1,254,665)	(1,296,915)
Share Purchase Plan, issue of 50,000,000 shares on 16/11/17	2,250,000	-	-	-	2,250,000
Share issue costs	(14,665)	-	-	-	(14,665)
Issue of 7,000,000 Directors options exercisable at \$0.08 by 16/11/20	-	158,200	-	-	158,200
Issue of 7,000,000 Directors options exercisable at \$0.09 by 16/11/20	-	147,000	-	-	147,000
Issue of 9,000,000 Directors options exercisable at \$0.10 by 16/11/20	-	175,500	-	-	175,500
Issue of 1,000,000 Employee options exercisable at \$0.08 by 16/11/20	-	20,500	-	-	20,500
Issue of 1,000,000 Employee options exercisable at \$0.09 by 16/11/20	-	18,900	-	-	18,900
Issue of 1,000,000 Employee options exercisable at \$0.10 by 16/11/20	-	17,600	-	-	17,600
Balance as at 31 Dec 2017	53,074,555	872,400	24,158	(42,476,669)	11,494,444

BARRA RESOURCES LIMITED
ABN 76 093 396 859

CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2016

	Issued Capital	Employee Equity-settled Benefits Reserve	Investment Revaluation Reserve	Accumulated Losses	Total attributable to equity holders of the entity
	\$	\$	\$	\$	\$
Balance as at 1 July 2016	48,889,610	52,700	89,158	(39,785,356)	9,246,112
Loss for the period	-	-	-	(1,090,116)	(1,090,116)
Sale of EGS shares	-	-	(32,250)	-	(32,250)
Revalue EGS shares 31/12	-	-	(10,500)	-	(10,500)
Revalue NUH shares 31/12	-	-	17,000	-	17,000
Total comprehensive loss	-	-	(25,750)	(1,090,116)	(1,115,866)
Placement of 12,500,000 shares on 14/10/16	500,000	-	-	-	500,000
Share Purchase Plan, issue of 35,000,000 shares on 28/10/16	1,400,000	-	-	-	1,400,000
Share issue costs	(69,157)	-	-	-	(69,157)
Issue of 3,000,000 Directors options exercisable at \$0.06 by 17/11/19	-	69,600	-	-	69,600
Issue of 3,000,000 Directors options exercisable at \$0.07 by 17/11/19	-	65,700	-	-	65,700
Issue of 3,000,000 Directors options exercisable at \$0.08 by 17/11/19	-	62,100	-	-	62,100
Issue of 1,000,000 Employee options exercisable at \$0.06 by 17/11/19	-	31,400	-	-	31,400
Issue of 1,000,000 Employee options exercisable at \$0.07 by 17/11/19	-	29,800	-	-	29,800
Issue of 1,000,000 Employee options exercisable at \$0.08 by 17/11/19	-	28,300	-	-	28,300
Balance as at 31 Dec 2016	50,720,453	339,600	63,408	(40,875,472)	10,247,989

The accompanying notes form part of these financial statements.

CONDENSED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

	Half-Year Ended 31 Dec 17	Half-Year Ended 31 Dec 16
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from royalties	-	83,612
Payments to suppliers and employees	(609,739)	(332,198)
Interest received	8,084	9,595
NET CASH FLOWS (USED IN) OPERATING ACTIVITIES	(601,655)	(238,991)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(3,378)	(278)
Payments for exploration and evaluation expenditure	(543,008)	(239,077)
Proceeds from disposal of available-for-sale investments	-	39,392
NET CASH FLOWS (USED IN) INVESTING ACTIVITIES	(546,386)	(199,963)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	2,250,000	1,900,000
Share issue costs	(14,665)	(69,157)
NET CASH FLOWS PROVIDED BY FINANCING ACTIVITIES	2,235,335	1,830,843
Net increase/(decrease) in cash and cash equivalents	1,087,294	1,391,889
Cash and cash equivalents at the beginning of the half-year	1,478,348	769,860
CASH AND CASH EQUIVALENTS AT THE END OF THE HALF-YEAR	2,565,642	2,161,749

The accompanying notes form part of these financial statements.

**NOTES TO AND FORMING PART OF THE CONDENSED FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017**

NOTE 1: SIGNIFICANT ACCOUNTING POLICIES

(a) Statement of compliance

These interim financial statements are general purpose financial statements prepared in accordance with the requirements of the Corporations Act 2001, applicable accounting standards including AASB 134 'Interim Financial Reporting', Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board ('AASB'). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

This condensed half-year financial statements do not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Company as in the full financial report.

It is recommended that these financial statements be read in conjunction with the annual financial report for the year ended 30 June 2017 and any public announcements made by Barra Resources Limited during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

(b) Basis of preparation

The interim financial statements have been prepared on a historical cost basis, except for the revaluation of certain financial instruments to fair value. Cost is based on the fair value of the consideration given in exchange for assets. The Company is domiciled in Australia and all amounts are presented in Australian dollars, unless otherwise noted.

For the purpose of preparing the interim report, the half-year has been treated as a discrete reporting period.

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

(c) Adoption of new and revised Accounting Standards

It has been determined by the directors that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on the Company and, therefore, no change is necessary to accounting policies.

AASB 9 Financial Instruments introduces new requirements for the classification and measurement of financial assets and liabilities and includes a forward-looking 'expected loss' impairment model and a substantially-changed approach to hedge accounting. When this standard is first adopted for the year ending 30 June 2019, it is unlikely to have a material impact on the transactions and balances recognised in the financial statements.

AASB 15 Revenue establishes a new revenue recognition model and changes the expands and improves disclosures about revenue. When this standard is first adopted for the year ending 30 June 2019, it is unlikely to have a material impact on the transactions and balances recognised in the financial statements.

AASB 16 Leases requires all leases, other than short term and low value asset leases to be accounted "on balance sheet". When this standard is first adopted for the year ending 30 June 2020, it is unlikely to have a material impact on the transactions and balances recognised in the financial statements.

The directors have also reviewed all other new Standards and Interpretations that have been issued but are not yet effective for the half-year ended 31 December 2017. As a result of this review the directors have determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on the Company and, therefore, no change is necessary to Company accounting policies. These accounting policies are consistent with Australian Accounting Standards and with International Reporting Standards.

**NOTES TO AND FORMING PART OF THE CONDENSED FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017**

(d) Significant accounting judgements and key estimates

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

Except as described below, in preparing this interim report, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial report for the year ended 30 June 2017.

NOTE 2: SEGMENT REPORTING

Operating segments are identified on the basis of internal reports about components of the Company that are reviewed by the chief operating decision maker in order to allocate resources to the segment and assess its performance. The chief operating decision maker of Barra Resources Limited reviews internal reports prepared as financial statements and strategic decisions of the Company are determined upon analysis of these internal reports. During the period, the Company operated predominately in one business and geographical segment being the minerals exploration sector in Western Australia. Accordingly, under the 'management approach' outlined only one operating segment has been identified and no further disclosure is required in the notes to the financial statements.

NOTE 3: RECEIVABLES

	31 Dec 2017	30 June 2017
	\$	\$
Trade debtors	12,236	17,640
Other debtors	14,195	10,635
Total current trade and other receivables	26,431	28,275

NOTE 4: FINANCIAL ASSETS

Mining tenement bond	21,000	21,000
Available-for-sale investments	28,000	70,250
Total financial assets	49,000	91,250

NOTE 5: EXPLORATION AND EVALUATION EXPENDITURE

Mineral exploration and evaluation expenditure costs carried forward	Half Year	Year ended
	31 Dec 2017	30 June 2017
	\$	\$
Opening balance	8,699,076	8,382,455
Less: expenditure written off ¹	(103,884)	(511,056)
Add: Purchase of M15/161	121,000	-
Add: expenditure for the period	422,008	827,667
Total exploration and evaluation expenditure	9,138,200	8,699,076

The recoupment of costs carried forward in relation to areas of interest in the exploration and evaluation phases is dependent upon the successful development and commercial exploitation or sale of the respective areas.

¹ Relates to expenditure on tenements where rights to tenure is no longer current.

**NOTES TO AND FORMING PART OF THE CONDENSED FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017**

NOTE 6: ISSUED CAPITAL

	31 Dec 2017	30 June 2017
	\$	\$
Issued and paid up capital	53,074,555	50,839,220
	31 Dec 2017	30 June 2017
	No of Shares	No of Shares
<i>Movements in ordinary shares on issue</i>		
Opening balance	423,747,883	373,247,883
Placement of shares	-	12,500,000
Share purchase plan shares issued	50,000,000	35,000,000
Exercise of Options	-	3,000,000
Closing balance number of shares on issue	473,474,883	423,747,883
	31 Dec 2017	30 June 2017
	\$	\$
<i>Movements in ordinary shares on issue</i>		
Opening balance	50,839,220	48,889,610
Placement of shares	-	500,000
Share Purchase Plan shares issued	2,250,000	1,400,000
Exercise of Options	-	124,900
Less share issue costs	(14,665)	(75,290)
Closing balance issued capital	53,074,555	50,839,220

NOTE 7: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There have been no changes in contingent liabilities or contingent assets since the most recent annual report, except for the following:

- A royalty of \$1,100,000 is payable once gold is produced from a defined area on M15/161. This is not expected to occur in the next 12 months.

NOTE 8: SUBSEQUENT EVENTS

No significant events have occurred subsequent to the reporting date.

NOTE 9: FINANCIAL INSTRUMENTS

The Company has financial investments in listed securities (level 1) which are measured at fair value at the end of the reporting period. These are valued with reference to the closing market price at balance date.

In relation to other financial assets and liabilities held at balance date, the Directors consider the carrying value recognised in the financial statements approximate their fair value.

NOTE 10: ACQUISITION OF ASSETS

On 19 December 2017, the Company purchased 100% of the shares of Coolgardie Mining Company Pty Ltd (CMC) for \$121,000 cash and a \$20 a troy ounce royalty to be paid on the first 55,000 ounces produced. CMC's only asset is mining tenement M15/161. The transaction has been recognised as an acquisition of assets as Coolgardie Mining Company Pty Ltd did not meet the definition of a business under AASB 3 Business Combinations.

BARRA RESOURCES LIMITED
ABN 76 093 396 859

NOTES TO AND FORMING PART OF THE CONDENSED FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

NOTE 11: SHARE-BASED PAYMENTS

On 16 November 2017 shareholders approved the issue of a total of 23,000,000 unlisted options to Directors. On 12 December 2016 a total of 3,000,000 unlisted options were issued to an employee pursuant to the Company's Employee Share Option Plan. Using the Black & Scholes options valuation and methodology, the fair value of the options issued were calculated at an amount of \$537,700. The following inputs were used:

INPUT	DIRECTOR OPTIONS @ \$0.07	DIRECTOR OPTIONS @ \$0.08	DIRECTOR OPTIONS @ \$0.09	EMPLOYEE OPTIONS @ \$0.07	EMPLOYEE OPTIONS @ \$0.08	EMPLOYEE OPTIONS @ \$0.09
Share price	\$0.056	\$0.056	\$0.056	\$0.053	\$0.053	\$0.053
Grant date	16-Nov-17	16-Nov-17	16-Nov-17	30-Nov-17	30-Nov-17	30-Nov-17
Expected volatility	75%	75%	75%	75%	75%	75%
Expiry date	16-Nov-20	16-Nov-20	16-Nov-20	16-Nov-20	16-Nov-20	16-Nov-20
Risk free interest rate	1.5%	1.5%	1.5%	1.5%	1.5%	1.5%
Value per option	\$0.0226	\$0.0210	\$0.0195	\$0.0205	\$0.0189	\$0.0176
Number of options	7,000,000	7,000,000	9,000,000	1,000,000	1,000,000	1,000,000
Value of options	\$158,200	\$147,000	\$175,500	\$20,500	\$18,900	\$17,600

DIRECTORS' DECLARATION

In the opinion of the directors of Barra Resources Limited ("the Company"):

1. The attached financial statements and notes thereto are in accordance with the Corporations Act 2001 including:
 - a. complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - b. giving a true and fair view of the Company's financial position as at 31 December 2017 and of its performance for the half-year then ended.
2. 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 signed in accordance with a resolution of the Board of Directors made pursuant to s.303(5) of the Corporations Act 2001.

On behalf of the Directors



SEAN GREGORY
Managing Director

Dated in Perth this 7th day of March 2018



Accountants | Business and Financial Advisers

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Barra Resources Limited

Report on the Condensed Interim financial report

Conclusion

We have reviewed the accompanying interim financial report of Barra Resources Limited ("the company") which comprises the condensed statement of financial position as at 31 December 2017, the condensed statement of profit or loss and other comprehensive income, the condensed statement of changes in equity and the condensed statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory notes, and the directors' declaration.

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

- (a) giving a true and fair view of the Company's financial position as at 31 December 2017 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*.

Directors' responsibility for the interim financial report

The directors of the company are responsible for the preparation of the interim 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 interim financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express a conclusion on the interim 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 interim financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Company's financial position as at 31 December 2017 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 the company, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

HLB Mann Judd (WA Partnership) ABN 22 193 232 714

Level 4 130 Stirling Street Perth WA 6000 | PO Box 8124 Perth BC WA 6849 | Telephone +61 (08) 9227 7500 | Fax +61 (08) 9227 7533

Email: mailbox@hlbwa.com.au | Website: www.hlb.com.au

Liability limited by a scheme approved under Professional Standards Legislation



A review of an interim 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*.

A handwritten signature in blue ink that reads 'HLB Mann Judd'.

HLB Mann Judd
Chartered Accountants

A handwritten signature in blue ink that reads 'D I Buckley'.

D I Buckley
Partner

Perth, Western Australia
7 March 2018