



Glory Resources Limited and its Controlled Entities
ABN 38 142 870 102

Interim Financial Report

For the Half-Year Ended
31 December 2013

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Corporate Information

Directors

Mr Jason Bontempo
Mr Bernard Aylward
Mr Jeremy Wrathall
Mr Lui Giuliani

Company Secretary

Ms Pip Leverington

Registered Office

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West Leederville WA 6007

Website

www.gloryresources.com.au

Share Registry

Link Market Services Limited
Ground Floor
178 St Georges Terrace
Perth WA 6000

Auditors

BDO Audit (WA) Pty Ltd
38 Station Street
Subiaco WA 6008

Stock Exchange

Australian Securities Exchange Limited

ASX Code: GLY

Directors' Report

Your Directors present the following report on Glory Resources Limited ("Glory") and its controlled entities (referred to hereafter as the "Group") for the half-year ended 31 December 2013.

DIRECTORS

The names of the Directors in office during the period and until the date of this report are as follows. All Directors were in office for the entire period unless otherwise stated:

Mr Jason Bontempo	Executive Director
Mr Jeremy Wrathall	Non-executive Chairman
Mr Bernard Aylward	Technical Director
Mr Lui Giuliani	Non-Executive Director

REVIEW OF OPERATIONS

The loss after tax of the Group for the half-year ended 31 December 2013 amounted to \$8,297,782 (31 December 2012: loss of \$1,533,226).

CORPORATE

The following significant transactions occurred during the half-year ended 31 December 2013.

Takeover Offer

On 31 October 2013, Glory Resources Limited ("Glory" or "Company") announced that it had entered into a Bid Implementation Agreement with Eldorado Gold Coöperatief UA ("Eldorado"), a wholly-owned subsidiary of Eldorado Gold Corporation (TSX: ELD. NYSE: EGO) in respect of an off-market takeover offer under which Eldorado will acquire all of the fully paid ordinary shares in Glory it did not currently own ("Offer").

Under the terms of the Offer Glory shareholders will, subject to the fulfilment of the conditions of the Offer, be entitled to receive A\$0.17 cash per fully paid ordinary share in the Company. The directors of Glory have unanimously recommended that Glory shareholders accept the Offer (in the absence of a superior proposal). Eldorado has also made an offer in respect of the outstanding options of Glory (as detailed in the Bidder's Statement).

On 5 February 2014, Eldorado announced that the Offer had become unconditional. The securities of Glory were suspended from quotation at the close of trading on 17 February 2014 in accordance with Listing Rule 17.4 following lodgement of the Compulsory Acquisition Notice by Eldorado.

Further information in relation to the Offer is set out in Eldorado's bidder's statement dated 22 November 2013 (as varied), Glory's target's statement dated 4 December 2013, and subsequent ASX announcements.

GREECE - Sapes Gold Project

The Group's 100% owned Sapes Gold Project ("**Sapes**" or "**Sapes Project**") is a typical high-sulphidation epithermal gold deposit, which has a JORC Measured and Indicated Resource of 830koz at 9.8 g/t Au (Table 1) with identified JORC Proved and Probable Ore Reserve of 637koz at 15.1 g/t Au (Table 2). Geophysical and other exploration work has indicated the potential for the resource to grow once further drilling has been conducted.

The Environmental Impact Study relating to its maiden Sapes Gold Project drilling program ("**Drilling Permit**") has received approvals from all relevant central, local and regional Government departments. This also includes the signature of the MOE Alternate Minister, Mr Stavros Kalafatis. The Drilling Permit has subsequently been awaiting signature from the Greek Minister of Environment, Energy and Climate Change ("**MOE**") Mr Evangelos Livieratos.

Directors' Report (continued)

Table 1: Sapes Project Resources Statement							
Orebody	Category	Cut-Off Grade (g/t)	Tonnes	Grades			Ounces of Gold
				Au Gold (g/t)	Ag (g/t)	Cu (%)	
Viper	Measured	4.0	710,000	22.2	11.5	0.4	507,000
St Demetrios	Measured	1.0	730,000	3.5	3.2		82,000
Scarp	Measured	1.0	820,000	2.2	1.5		58,000
	sub-total		2,260,000	8.9	5.2	0.2	647,000
Viper	Indicated	4.0	280,000	19.5	9.0	0.4	176,000
St Demetrios	Indicated	1.0	50,000	2.6	2.8		4,000
Scarp	Indicated	1.0	50,000	1.7	1.1		3,000
	sub-total		380,000	14.9	7.1	0.3	183,000
Rounded	Total		2,640,000	9.8	5.5	0.1	830,000

Table 2: Sapes Project Reserves Statement							
Orebody	Category	Cut-Off Grade (g/t)	Tonnes	Grades			Ounces of Gold
				Au Gold (g/t)	Ag (g/t)	Cu (%)	
St Demetrios	Proved	1.0	200,000	3.5	5.2		23,000
	sub-total		200,000	3.5	5.2		23,000
Viper	Probable	4.0	1,109,000	17.2	8.8	0.3	613,000
St Demetrios	Probable	1.0	10,000	3.6	4.4		1,000
	sub-total		1,119,000	17.2	8.8	0.3	614,000
Rounded	Total		1,319,000	15.1	8.2	0.3	637,000

CANADA - Onion Lake Project (PGM-Ni-Cu)

The Group currently holds a 60% interest in the Onion Lake Project, a prospective PGM-Cu-Ni project located approximately 50 km north of Thunder Bay, Ontario, Canada. The Onion Lake Project is adjacent to Panoramic Resources PGM's (formerly Magma Metals (Canada) Limited) Thunder Bay North Polymetallic Property which is host to an Indicated NI 43-101 and JORC compliant resource of 741,000 Pt equivalent ounces.

COMPETENT PERSON STATEMENT

The information in this report that relates to exploration results is based on information compiled by Mr Bernard Aylward. Mr Aylward is a Technical Director of Glory Resources Limited. Mr Aylward is a member of the Australasian Institute of Mining and Metallurgy and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Aylward consents to the inclusion in the report of the matters based on information in the form and context in which it appears.

MATTERS SUBSEQUENT TO THE REPORTING PERIOD

Takeover

On 5 February 2014, Eldorado announced that the Offer had become unconditional. The securities of Glory were suspended from quotation at the close of trading on 17 February 2014 in accordance with Listing Rule 17.4 following lodgement of the Compulsory Acquisition Notice by Eldorado.

Except for the matters discussed above, no matters or circumstances have arisen since the end of the financial period 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 future financial years.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 5.

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



Mr Jason Bontempo
Executive Director

27 February 2014

DECLARATION OF INDEPENDENCE BY PETER TOLL TO THE DIRECTORS OF GLORY RESOURCES LIMITED

As lead auditor for the review of Glory Resources Limited for the half-year ended 31 December 2013, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Glory Resources Limited and the entities it controlled during the period.



Peter Toll

Director

BDO Audit (WA) Pty Ltd

Perth, 27 February 2014

Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the half-year ended 31 December 2013

	Note	31 December 2013 \$	31 December 2012 \$
Revenue			
Interest received		31,877	155,898
Other income		15,851	37,267
Employee and director benefits expense		(431,535)	(383,371)
Share based payment expense		(78,460)	(109,497)
Loss on sale of financial assets		-	(40,890)
Impairment of exploration assets	4	(6,412,035)	-
Impairment of financial assets		(13,222)	-
Other expenses	2	(1,410,258)	(1,192,633)
Loss before income tax		(8,297,782)	(1,533,226)
Income tax expense		-	-
Loss after income tax for the period		(8,297,782)	(1,533,226)
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translation of foreign operations		316,207	107,007
Fair value movement in available for sale financial assets		-	8,077
Other comprehensive income for the period		316,207	115,084
Total comprehensive loss attributable to the members of the Company		(7,981,575)	(1,418,142)
Loss per share for the period attributable to the members of Glory Resources Limited:			
Basic earnings/(loss) per share (cents per share)		(3.64)	(0.67)
Diluted earnings/(loss) per share (cents per share)		N/A	N/A

The above consolidated statement of profit or loss and other comprehensive income is to be read in conjunction with the accompanying notes.

Consolidated Statement of Financial Position

As at 31 December 2013

	Note	31 December 2013 \$	30 June 2013 \$
ASSETS			
Current Assets			
Cash and cash equivalents		1,796,893	3,931,439
Trade and other receivables		659,038	547,707
Other assets		7,496	3,045
Total Current Assets		2,463,427	4,482,191
Non Current Assets			
Financial assets		48,820	62,041
Property, plant and equipment		308,969	280,611
Exploration and evaluation expenditure	4	35,329,055	41,304,880
Other receivable		204,368	166,591
Total Non Current Assets		35,891,212	41,814,123
TOTAL ASSETS		38,354,639	46,296,314
LIABILITIES			
Current Liabilities			
Trade and other payables		173,682	208,100
Total Current Liabilities		173,682	208,100
Non Current Liabilities			
Deferred tax liability		83,940	88,082
Total Non Current Liabilities		83,940	88,082
TOTAL LIABILITIES		257,622	296,182
NET ASSETS		38,097,017	46,000,132
EQUITY			
Issued capital		49,674,180	49,674,180
Accumulated losses		(16,195,162)	(7,897,380)
Reserves	5	4,617,999	4,223,332
TOTAL EQUITY		38,097,017	46,000,132

The above consolidated statement of financial position is to be read in conjunction with the accompanying notes.

Consolidated Statement of Cash Flows

For the half-year ended 31 December 2013

	Note	31 December 2013 \$	31 December 2012 \$
Cash flows from operating activities			
Payments to suppliers and employees		(1,972,538)	(1,622,792)
Interest received		67,938	273,712
Net cash flows used in operating activities		(1,904,600)	(1,349,080)
Cash flows from investing activities			
Payments for exploration and evaluation		(232,063)	(1,399,352)
Payments for plant and equipment		(2,793)	(147,467)
Payments for acquisition of financial assets		-	(50,000)
Proceeds from sale of financial assets		-	94,484
Net cash flows used in investing activities		(234,856)	(1,502,335)
Cash flows from financing activities			
Proceeds from issue of shares and options (net of costs)		-	(100,000)
Net cash flows used in financing activities		-	(100,000)
Net decrease in cash and cash equivalents		(2,139,456)	(2,951,415)
Effects of exchange rate changes on cash		4,910	1,230
Cash and cash equivalents at beginning of period		3,931,439	8,840,445
Cash and cash equivalents at end of period		1,796,893	5,890,260

The above consolidated statement of cash flows is to 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 \$	Foreign Translation Reserve \$	Option Reserve \$	Asset Revaluation Reserve \$	Total \$
Balance at 1 July 2012	49,774,180	(5,274,473)	(6,012)	3,637,966	(8,077)	48,123,584
Loss for the period	-	(1,533,226)	-	-	-	(1,533,226)
Other comprehensive income	-	-	107,007	-	8,077	115,084
Total comprehensive income/(loss)	-	(1,533,226)	107,007	-	8,077	(1,418,142)
Transaction with owner, directly recorded in equity:						
Shares issued, net of costs	(100,000)	-	-	-	-	(100,000)
Share based payments	-	-	-	109,497	-	109,497
Balance at 31 December 2012	49,674,180	(6,807,699)	100,995	3,747,463	-	46,714,939
Balance at 1 July 2013	49,674,180	(7,897,380)	457,000	3,766,332	-	46,000,132
Loss for the period	-	(8,297,782)	-	-	-	(8,297,782)
Other comprehensive income	-	-	316,207	-	-	316,207
Total comprehensive income/(loss)	-	(8,297,782)	316,207	-	-	(7,981,575)
Transaction with owner, directly recorded in equity:						
Shares issued, net of costs	-	-	-	-	-	-
Share based payments	-	-	-	78,460	-	78,460
Balance at 31 December 2013	49,674,180	(16,195,162)	773,207	3,844,792	-	38,097,017

The above consolidated statement of changes in equity is to be read in conjunction with the accompanying notes.

Notes to the Consolidated Financial Statements

1. Summary of significant accounting policies

(a) Basis of preparation

The financial report covers Glory Resources Limited (the “Company” or “Glory Resources”) and its controlled entities (the “Group”). As at 31 December 2013, Glory Resources was a public listed company, incorporated and domiciled in Australia.

This general purpose interim financial report for the half-year ended 31 December 2013 has been prepared in accordance with AASB 134 *Interim Financial Reporting and the Corporations Act 2001*. 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 notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Group as the full financial report.

It is recommended that the half-year financial report be read in conjunction with the annual report for the year ended 30 June 2013 and considered together with any announcements made by Glory Resources during the half-year ended 31 December 2013 in accordance with the continuous disclosure obligations of the ASX listing rules.

The same accounting policies and methods of computation have been followed in this half-year financial report as were applied in the most recent annual financial report, except for the adoption of amending standards mandatory for annual periods beginning on or after 1 July 2013, as noted below.

(b) Changes in accounting policy

In the half-year ended 31 December 2013, the Group has reviewed all the new and revised standards and interpretations issued by the Australian Accounting Standards Board that are relevant to its operations and effective for the current financial reporting period. It has been determined by the Group that there is no impact, material or otherwise, of the new and revised standards and interpretations on its business and, therefore no change is necessary to the Group’s accounting policies. A summary of new and revised accounting standards and interpretations listed below.

AASB 10 Consolidated Financial Statements	AASB 10 is effective for accounting periods beginning on or after 1 January 2013 and replaces the guidance on control and consolidation in AASB 127, Consolidated and Separate Financial Statements, and Interpretation 112, Consolidation – Special Purpose Entities. It introduces a single definition of control of an entity, focusing on the need to have both exposure, or rights, to variable returns and the power to affect those returns, before control is present. The Group has reviewed its investments in other entities and concluded that the application of AASB 10 does not have any impact on the amounts recognised in the consolidated interim financial statements.
AASB 13 Fair Value Measurement	AASB 13 is effective for accounting periods beginning on or after 1 January 2013 and provides guidance on how to measure fair value and enhance fair value disclosures. The application of AASB 13 has not changed the Company’s measurement techniques for determining fair value however it has resulted in the Company providing additional disclosures in respect of its financial assets in Note 8.
AASB 119 Amendments to Employee Benefits	AASB 119 is effective for accounting periods beginning on or after 1 January 2013 and sets out the required disclosures for entities reporting under AASB 119. An amended version of AASB 119 ‘Employee Benefit’ with revised requirements for pension and other post-employment benefits, termination benefits and other change requires a number of disclosures which are consistent with previous disclosures made by the Company. AASB 119 amendments to Employee Benefits have no impact on the amounts recognised in the consolidated interim financial statements.

Notes to the Consolidated Financial Statements (continued)

2. Other expenses

	31 December 2013 \$	31 December 2012 \$
Legal expenses	(31,593)	(17,028)
Accounting and audit fees	(123,212)	(46,738)
Insurance	(7,335)	(22,875)
ASX and share registry fees	(37,621)	(49,417)
Travel	(176,558)	(123,457)
Consultants and advisory fees	(481,872)	(334,606)
Donations	(55,130)	(47,604)
Occupancy costs	(122,419)	(287,432)
Costs associated with Eldorado takeover offer	(295,638)	-
General administration	(78,880)	(263,476)
	(1,410,258)	(1,192,633)

3. Segment reporting

Half-year ended 31 December 2013	Exploration – Greece \$	Exploration – Canada \$	Other \$	Consolidated \$
Loss before income tax	(7,417,129)	(5,358)	(875,295)	(8,297,782)

31 December 2013

Segment assets

Cash and cash equivalents	18,855	-	1,778,038	1,796,893
Exploration and evaluation expenditure	33,261,841	2,067,214	-	35,329,055
Other	1,069,656	736	158,299	1,228,691
Total segment assets	34,350,352	2,067,950	1,936,337	38,354,639

Segment liabilities

Trade creditors	(44,790)	-	(16,828)	(61,618)
Other	-	(83,940)	(112,064)	(196,004)
Total segment liabilities	(44,790)	(83,940)	(128,892)	(257,622)

Notes to the Consolidated Financial Statements (continued)

Half-year ended 31 December 2012	Exploration – Greece \$	Exploration – Canada \$	Other \$	Consolidated \$
Loss before income tax	(827,144)	(5,292)	(700,790)	(1,533,226)

30 June 2013

Segment assets

Cash and cash equivalents	54,557	-	3,876,882	3,931,439
Exploration and evaluation expenditure	39,252,749	2,052,131	-	41,304,880
Other	916,680	-	143,315	1,059,995
Total segment assets	40,223,986	2,052,131	4,020,197	46,296,314

Segment liabilities

Trade creditors	(53,924)	-	(16,828)	(70,752)
Other	-	(88,082)	(137,348)	(225,430)
Total segment liabilities	(53,924)	(88,082)	(154,176)	(296,182)

4. Exploration and evaluation expenditure

	31 December 2013 \$	30 June 2013 \$
Exploration and evaluation expenditure	35,329,055	41,304,880

Movements in exploration and evaluation expenditure during the half-year ended 31 December 2013:

	31 December 2013 \$	31 December 2012 \$
Balance at beginning of period	41,304,880	38,837,195
Additions	346,240	1,664,251
Foreign exchange on translation	89,970	-
Impairment expense	(6,412,035)	-
Balance at end of period	35,329,055	40,501,446

An impairment expense of \$6,412,035 has been recognised during the period in relation to the carrying value of the exploration and evaluation expenditure attributed to the Sapes project. The impairment expense has been determined based on the value of the Eldorado takeover offer of A\$0.17 cash per fully paid ordinary share in the Company.

Notes to the Consolidated Financial Statements (continued)

5. Reserves

	31 December 2013 \$	30 June 2013 \$
Asset revaluation reserve	-	-
Foreign translation reserve	773,207	457,000
Option reserve	3,844,792	3,766,332
	4,617,999	4,223,332

Movements in reserves during the half-year ended 31 December 2013:

	31 December 2013 \$	31 December 2012 \$
<i>Asset revaluation reserve</i>		
Balance at beginning of period	-	(8,077)
Revaluation of shares to market value	-	8,077
Balance at end of period	-	-
<i>Foreign translation reserve</i>		
Balance at beginning of period	457,000	(6,012)
Foreign translation difference on consolidation	316,207	107,007
Balance at end of period	773,207	100,995
<i>Option reserve</i>		
Balance at beginning of period	3,766,332	3,637,966
Options issued to Directors	51,461	21,849
Options issued to Consultants and Management	26,999	87,648
Balance at end of period	3,844,792	3,747,463

6. Contingent assets and liabilities

On 16 December 2011, Glory Resources Limited, via its wholly owned subsidiary Rhodopi Minerals Limited ("RML"), acquired a 100% interest in the high grade Sapes Gold Project located in north-eastern Greece ("Sapes Acquisition"). RML acquired 100% of the shares in Scarborough Minerals Overseas Holdings Ltd ("SMOHL") and its subsidiaries from Mineral Resources (UK) Ltd, a subsidiary of Cape Lambert Resources Limited (ASX: CFE) ("Cape Lambert"). The purchase consideration included two contingent payments of \$5 million each, which are payable once certain milestones are achieved, as follows:

- \$5 million in cash or the equivalent issue of Shares to Cape Lambert (at the election of Cape Lambert) upon the granting of all necessary approvals and consents of governmental authorities to enable Thrace Minerals SA ("Thrace") (the Company's wholly owned subsidiary which holds 100% of the Sapes Gold Project) to commence mining the Sapes Gold Project; and
- \$5 million in cash or the equivalent issue of Shares to Cape Lambert (at the election of Cape Lambert) upon the sale of the first 1,000oz of gold (or gold equivalent in the case of copper and/or silver) from the Sapes Gold Project.

(together, "Milestone Payments").

Notes to the Consolidated Financial Statements (continued)

As part of the Eldorado Takeover Offer, Cape Lambert agreed to waive these Milestone Payments in lieu of an upfront payment of A\$6,500,000. With the Takeover Offer now unconditional, Cape Lambert will receive a total of A\$12,747,500 (based on their shareholding of 36,750,000 shares at \$0.17 per share), which includes this A\$6,500,000 upfront payment.

Apart from the above, the Group has no contingent assets or liabilities at the period end.

7. Commitments

There have been no significant changes to commitments since 30 June 2013.

8. Fair value measurement of financial instruments

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1)
- inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2), and
- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

The Group's investment in equity securities is measured under level 1 disclosure requirements. The fair value of \$48,820 (30 June 2013: \$62,041) was determined based on the securities quoted market closing bid price.

9. Events occurring after the reporting period

On 5 February 2014, Eldorado announced that the Offer had become unconditional. The securities of Glory were suspended from quotation at the close of trading on 17 February 2014 in accordance with Listing Rule 17.4 following lodgement of the Compulsory Acquisition Notice by Eldorado.

Except for the matters discussed above, no matters or circumstances have arisen since the end of the financial period 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 future financial years.

Directors' Declaration

In accordance with a resolution of the directors of Glory Resources 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 its financial position as at 31 December 2013 and its performance for the half-year ended on that date of the Group; and
 - (ii) complying with Accounting Standards AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
- b) there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

On behalf of the Directors



Mr Jason Bontempo
Executive Director

27 February 2014

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Glory Resources Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Glory Resources Limited, which comprises the consolidated statement of financial position as at 31 December 2013, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, notes comprising a statement of 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's 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 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 Glory 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 Glory 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 Glory 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 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 *Corporations Regulations 2001*

BDO Audit (WA) Pty Ltd

A handwritten signature in blue ink, appearing to read 'Peter Toll', is written over the BDO logo.

Peter Toll
Director

Perth, 27 February 2014