



*Strategic
Minerals
Corporation N.L.*

ABN: 35 008 901 380

INTERIM FINANCIAL REPORT
FOR THE HALF YEAR ENDED
30 JUNE 2011

STRATEGIC MINERALS CORPORATION NL

ABN: 35 008 901 380

**INTERIM FINANCIAL REPORT
FOR THE HALF YEAR ENDED 30 JUNE 2011**

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STRATEGIC MINERALS CORPORATION NL

CORPORATE DIRECTORY

DIRECTORS:

Claude F Guerre
Chairman

Wally A C Martin
Managing Director

Claude Bigeard
Director

Jay Stephenson
Director

COMPANY SECRETARY:

Jay Stephenson

REGISTERED OFFICE:

Suite 4, Level 1
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SUBIACO WA 6008

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FLOREAT FORUM WA 6014

Telephone (08) 9388 8399
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AUDITORS:

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

HOME BRANCH:

Australian Stock Exchange Limited
Exchange Plaza
2 The Exchange
PERTH WA 6000

ASX Code: SMC

SHARE REGISTRY:

Securities Transfer Registrars Pty Ltd
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APPLECROSS WA 6153

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STRATEGIC MINERALS CORPORATION NL

DIRECTORS' REPORT

Your Directors present their financial report on the consolidated entity consisting of Strategic Minerals Corporation NL and the entities it controlled at the end of, or during, the half year ended 30 June 2011.

1. Directors

The following persons were directors of Strategic Minerals Corporation NL during the whole of the half year and up to the date of this report:

Mr Claude Guerre	Chairman
Mr Walter AC Martin, Dip. Legal Studies	Managing Director
Mr Claude Bigeard	Non-executive Director
Mr Jay Stephenson, MBA, FCPA, CMA, FCIS, MAICD	Non-executive Director

2. Consolidated Results

The net amount of the consolidated loss of the consolidated entity for the half year ended 30 June 2011 after providing for income tax was \$361,149 (30 June 2010: \$383,820).

3. Review of Operations

The Company continued its exploration of its Woolgar project in Queensland.

4. Significant Changes in the State of Affairs

There were no significant changes in the state of affairs of the consolidated entity.

5. Events subsequent to balance date

On 1 July 2011, the Company announced that its subsidiary Signature Resources Pty Ltd had entered into an agreement to acquire 90% of EL4527 to bring its position up to 90% in consideration of Signature agreeing to satisfy the outstanding tenement obligations over the tenement.

On 13 July 2011, the Company offered Shareholders through a fully underwritten non-renounceable entitlement issue of 1 Share for every 3 Shares held at an issue price of 2.5 cents. Total funds of \$3,532,171 were raised through the issue of 141,286,844 Shares.

There were no further events subsequent to balance date.

6. Auditors' Independence Declaration

A copy of the auditors' independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 15.

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

For and on behalf of the Board.



WAC MARTIN

DIRECTOR

Perth, Western Australia

Dated this 13 Day of September 2011.

STRATEGIC MINERALS CORPORATION NL
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED 30 JUNE 2011

	Half Year 30 June 2011 \$	Half Year 30 June 2010 \$
Revenue from Continuing Operations	23,251	21,019
Administration expenses	(53,691)	(71,465)
Employee wages and benefits expenses	(125,035)	(111,441)
Share based payment expense	(41,800)	-
Consulting/legal expenses	(77,660)	(83,555)
Depreciation expenses	(12,273)	(4,142)
Finance costs	(2,637)	-
Occupancy expenses	(46,498)	(42,457)
Travel expenses	(4,825)	(4,459)
Shareholder costs	(19,981)	(22,048)
Impairment on tenements	-	(65,272)
	(361,149)	(383,820)
(Loss) before income tax		
Income tax expense	-	-
	(361,149)	(383,820)
(Loss) for the half-year		
Other Comprehensive Income for the half-year	-	-
	(361,149)	(383,820)
Total Comprehensive Income for the half-year		
Loss is attributed to:		
Equity holders of Strategic Minerals Corporation NL	(361,149)	(383,820)
Non-Controlling Interest	140	107
	(361,009)	(383,713)
Total Comprehensive Income for half year is attributable to:		
• Equity holders of Strategic Minerals Corporation NL	(361,149)	(383,820)
• Non controlling interest.	140	107
	(361,009)	(383,713)
	Cents	Cents
Earnings per Share for Profit from continuing operations attributable to the ordinary equity holders of the Company		
Basic loss per share	(0.001)	(0.001)

Diluted loss per share has not been calculated as it is not considered dilutive.

The above Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

STRATEGIC MINERALS CORPORATION NL
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2011

	30 June 2011	31 Dec 2010
	\$	\$
Current Assets		
Cash and cash equivalents	1,307,683	1,714,644
Trade and other receivables	46,361	69,580
Total Current Assets	<u>1,354,044</u>	<u>1,784,224</u>
Non-Current Assets		
Other financial assets	65,513	65,513
Property, plant and equipment	40,969	53,242
Exploration and evaluation expenditure	14,780,486	14,628,312
Other non-current assets	11,051	11,051
Total Non-Current Assets	<u>14,898,019</u>	<u>14,758,118</u>
Total Assets	<u>16,252,063</u>	<u>16,542,342</u>
Current Liabilities		
Trade and other payables	215,587	194,620
Provisions	96,413	88,310
Total Current Liabilities	<u>312,000</u>	<u>282,930</u>
Total Liabilities	<u>312,000</u>	<u>282,930</u>
NET ASSETS	<u>15,940,063</u>	<u>16,259,412</u>
Equity		
Contributed equity	37,411,575	37,411,575
Non controlling interest	2,483	2,624
Reserves	3,284,072	3,242,272
Accumulated losses	<u>(24,758,067)</u>	<u>(24,397,059)</u>
TOTAL EQUITY	<u>15,940,063</u>	<u>16,259,412</u>

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

STRATEGIC MINERALS CORPORATION NL
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
AS AT 30 JUNE 2011

	Contributed Equity \$	Share based payments reserve \$	Accumulated Losses \$	Total \$	Non Controlling Interest \$	Total Equity \$
Balance at 1 January 2010	36,511,574	3,242,272	(23,712,484)	16,041,362	2,824	16,044,186
Loss for the half year	-	-	(383,820)	(383,820)	107	(383,713)
Total Comprehensive Loss for the half year	-	-	(383,820)	(383,820)	107	(383,713)
Transactions with owners in their capacity as owners.						
Contributions of equity, net of transaction costs	1,353	-	-	1,353	-	1,353
Balance at 30 June 2010	36,512,927	3,242,272	(24,096,304)	15,658,895	2,931	15,661,826
	Contributed Equity \$	Share based payments reserve \$	Accumulated Losses \$	Total \$	Non Controlling Interest \$	Total Equity \$
Balance at 1 January 2011	37,411,575	3,242,272	(24,397,059)	16,256,788	2,624	16,259,412
Loss for the half year			(361,009)	(361,009)	(140)	(361,149)
Total Comprehensive Income for the half year			(361,009)	(361,009)	(140)	(361,149)
Transactions with owners in their capacity as owners.						
Contributions of equity, net of transaction costs	-	-	-	-	-	-
Issue of Directors Options	-	41,800	-	41,800	-	41,800
Balance at 30 June 2011	37,411,575	3,284,072	(24,758,068)	15,937,579	2,484	15,940,063

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

STRATEGIC MINERALS CORPORATION NL
CONSOLIDATED STATEMENT OF CASHFLOWS
FOR THE HALF YEAR ENDED 30 JUNE 2011

	Half Year 30 June 2011 \$	Half Year 30 June 2010 \$
Cash Flows from operating activities		
Payments to suppliers and employees	(212,766)	(566,316)
Payments for deferred expenditure	(217,446)	(108,557)
Net cash outflow from operating activities	(430,212)	(674,873)
Cash Flows from investing activities		
Interest received	23,251	21,019
Net cash inflow from investing activities	23,251	21,019
Cash Flows from financing activities		
Proceeds of capital raising	-	1,353
Repayment of borrowings	-	(14,596)
Net cash inflow from financing activities	-	(13,242)
Net increase (decrease) in cash and cash equivalents	(406,961)	(667,096)
Cash and cash equivalent at the beginning of the half year	1,714,644	2,563,503
Cash and cash equivalent at the end of the half year	1,307,683	1,896,407

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

STRATEGIC MINERALS CORPORATION NL

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30 JUNE 2011

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

The half-year consolidated financial statements are general purpose financial statements prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standard AASB 134: Interim Financial Reporting, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.

It is recommended that these financial statements be read in conjunction with the annual financial statements for the year ended 31 December 2010 and any public announcements made by Strategic Minerals Corporation NL and its controlled entities during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001.

The accounting policies have been consistently applied by the entities in the consolidated group and are consistent with those in the December 2010 financial report.

These half-year statements do not include full disclosures of the type normally included in the annual financial statements.

2. COMMITMENTS

The Group has annual minimum obligations in relation to maintaining its granted tenements in good standing.

STRATEGIC MINERALS CORPORATION NL

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 30 JUNE 2011

3. SEGMENT INFORMATION

The accounting policies used by the Group in reporting segments are in accordance with the measurement principles of Australian Accounting Standards.

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors. The Board of Directors has identified the operating segments based on the main minerals of the members of the Group.

The two main mineral types of the Group are Uranium and Gold. The Uranium projects are held within the subsidiary Alpha Uranium Pty Ltd and the Gold Projects are held in Strategic Minerals Corporation NL.

Segment assets include the cost to acquire the tenement and the capitalised exploration costs of those tenements.

30 June 2011	Strategic	Alpha	Total
	\$	\$	\$
Segment Revenue	-	-	-
Interest Income and other revenue			23,251
Total Revenue per Statement of Comprehensive Income			23,251
Segment Result	(379,315)	(5,085)	(384,400)
Reconciliation of segment profit to net profit before tax			
Interest income and other revenue			23,251
Net Loss before tax from continuing operations			(361,149)

STRATEGIC MINERALS CORPORATION NL

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 30 JUNE 2011**

3. SEGMENT REPORTING (continued)

30 June 2010	Strategic	Alpha	Total
	\$	\$	\$
Segment Revenue	-	-	-
Interest Income and other revenue			21,019
Total Revenue per Statement of Comprehensive Income			21,019
Segment Result	(401,013)	(3,826)	(404,839)
Reconciliation of segment profit to net profit before tax			
Interest income and other revenue			21,019
Net Loss before tax from continuing operations			(383,820)

Total Segment Assets	Gold	Uranium	Treasury	Total
30 June 2011	\$	\$	\$	\$
Segment Assets	14,498,466	282,020	1,307,683	16,088,169
Property plant and equipment				40,969
Financial assets				65,513
Receivables and other assets				57,412
Total assets from continuing operations per balance sheet				16,252,063

STRATEGIC MINERALS CORPORATION NL

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 30 JUNE 2011**

3. SEGMENT REPORTING (continued)

Total Segment Assets 31 December 2010	Gold \$	Uranium \$	Treasury \$	Total \$
Segment Assets	14,346,292	282,020	1,714,644	16,342,956
Property plant and equipment				53,242
Financial assets				65,513
Receivables and other assets				80,631
Total assets from continuing operations per balance sheet				16,542,342

4. MOVEMENT IN OPTIONS

On 27 June 2011, the Company issued 10,000,000 Options to Directors or their nominees exercisable at 4.25 cents on or before 30 April 2013. The exercise price was calculated using the 150% of the 5 day VWAP prior to the date of the Company Annual General Meeting on 31 May 2011.

			Number
Balance at beginning of the period			4,000,000
Options issued *	27 June 2011		10,000,000
Options expired	30 June 2011		(4,000,000)
Balance at end of the period			10,000,000

* These options were issued to Directors on 27 June 2011 for no cash consideration.

The values of options issued during the year were calculated using the Black-Scholes option pricing model applying the following inputs:

	Director Options
Number of options issued	10,000,000
Exercise price	\$0.0425
Grant date	31 May 2011
Expiry date	30 April 2013
Market price of shares at grant date	\$0.027
Expected share price volatility	50%
Risk-free interest rate	5.05%
Valuation per option	\$0.00418

STRATEGIC MINERALS CORPORATION NL

5. EVENTS SUBSEQUENT TO REPORTING DATE

On 1 July 2011, the Company announced that its subsidiary Signature Resources Pty Ltd had entered into an agreement to acquire 90% of EL4527 to bring its position up to 90% in consideration of Signature agreeing to satisfy the outstanding tenement obligations over the tenement.

On 13 July 2011, the Company offered Shareholders through a fully underwritten non-renounceable entitlement issue of 1 Share for every 3 Shares held at an issue price of 2.5 cents. Total funds of \$3,532,171 were raised through the issue of 141,286,844 Shares.

There were no further events subsequent to balance date.

6. CONTINGENT LIABILITIES

There has been no change in contingent liabilities since the last annual reporting date.

7. RELATED PARTY TRANSACTIONS

There are no significant related party transactions not already identified at the 31 December 2010 year end.

8. DIVIDENDS

There were no dividends declared or paid to shareholders during the half year.

9. EXPLORATION AND EVALUATION

The Group holds several EPL's which provide the legal right to exploration and underpins the carrying amount of the exploration and evaluation expenditure asset recorded at 30 June 2011. Some of these licences are under renewal, or due for renewal within the next 12 months, and the continued capitalisation of these assets depends on the successful renew of these EPL's otherwise the areas of interest assets may be written off.

The Group intends to submit the licence renewal applications for all tenements held within the required timeframe, and see no reason why they should not be granted.

STRATEGIC MINERALS CORPORATION NL
DIRECTORS' DECLARATION

The Directors of the Company declare that:

1. The financial statements and notes, as set out on pages 5 to 13:
 - (a) comply with Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the Group's financial position as at 30 June 2011 and its performance for the six months ended on that date.
2. In the Directors' opinion there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

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



WAC Martin
DIRECTOR

Perth, Western Australia
Dated this 13th day of September 2011.

13 September 2011

Strategic Minerals Corporation NL
The Board of Directors
Suite 4, Level 1
460 Roberts Road
SUBIACO WA 6008

Dear Sirs,

DECLARATION OF INDEPENDENCE BY CHRIS BURTON TO THE DIRECTORS OF
STRATEGIC MINERALS CORPORATION NL

As lead auditor of Strategic Minerals Corporation NL for the half-year ended 30 June 2011, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

This declaration is in respect of Strategic Minerals Corporation NL and the entities it controlled during the period.



Chris Burton
Director



BDO Audit (WA) Pty Ltd
Perth, Western Australia

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF STRATEGIC MINERALS CORPORATION NL.

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Strategic Minerals Corporation NL, which comprises the statement of financial position as at 30 June 2011, and the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes comprising a statement of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the disclosing entity 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 disclosing entity 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 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 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 30 June 2011 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 Strategic Minerals Corporation NL, 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 Strategic Minerals Corporation NL, would be in the same terms if given to the directors as at the time of this auditor's 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 Strategic Minerals Corporation NL 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 30 June 2011 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

Bdo Audit


Chris Burton
Director

Perth, Western Australia
Dated this 13th day of September 2011