
Newland Resources Ltd

ABN 13 009 092 068

Appendix 4D
Interim Financial Report
For the Half Year Ended
31 December 2009
(previous corresponding period:
Half Year Ended 31 December 2008)

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the Annual Report for the year ended 30 June 2009 and any public announcements made by Newland Resources Ltd during the half-year in accordance with the continuous disclosure requirements of the Corporations Act 2001.

Corporate Directory

DIRECTORS

Tim Sugden	Non-Executive Chairman
Brett Mitchell	Non-Executive Director
Christian West	Non- Executive Director

COMPANY SECRETARY

Liza Carpene

REGISTERED & PRINCIPAL OFFICE

Level 1
127 Cambridge Street
West Leederville WA 6007, Australia

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AUDITORS

Rothsay Chartered Accountants
96 Parry St
Perth WA 6000, Australia

Tel: (61 8) 9227 0552

SECURITIES

Code:	NRL	Quoted Shares
	NRLAI	Unlisted Options

SHARE REGISTRY

Advanced Share Registry
150 Stirling Highway
Nedlands WA 6009, Australia

WEBSITE

www.newlandresources.com

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Directors' Report

The Directors present their report on the consolidated entity consisting of Newland Resources Limited and the entities it controlled at the end of, or during, the half year ended 31 December 2009.

Directors

The following persons were Directors of Newland Resources Limited during the whole of the half-year and up to the date of this report:

Dr Tim Sugden	Non-Executive Chairman Non-Executive Director	Appointed Chairman 1 December 2009 Appointed 2 October 2009
Mr Christian West	Non-Executive Director Executive Director	Changed to Non-Executive Director 27 November 2009 Appointed 01 April 2004
Mr Brett Mitchell	Non-Executive Director	Appointed 2 October 2009
Mr Lindsay Colless	Executive Chairman	Appointed 22 April 1997, Resigned 25 November 2009
Mr Kevin Ashworth	Non-Executive Director	Appointed 7 February 1994, Resigned 2 October 2009
Mr Peter Munachen	Non-Executive Director	Appointed 30 August 2001, Resigned 2 October 2009

Review of Operations

In October 2009, the Company announced that it was reviewing its strategic direction. The new strategy is to identify and acquire an advanced resource project and to maximise the Company's cash position through divestment of non-core assets.

Following a review of the phosphate and uranium potential of the Georgina Basin Project, Queensland, the area of the exploration permits was reduced to 2,243km² from 4,404km². The retained areas are considered to have potential for roll-front type uranium and phosphate deposits within Cambrian sediments on the eastern edge of the Georgina Basin, and gold and base metals in Proterozoic basement.

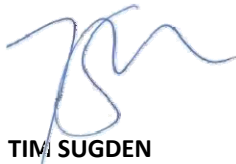
The Company continued to review its investment portfolio with a view to liquidation of shares in Grafton Resources, Compostella Mining, GreenAir and various physical assets. The Company applied for voluntary deregistration of three of its subsidiaries, Exploration Australia Pty Ltd, Saturn Exploration NL and Newland Resources UK Limited. Newland Financial Group Limited went into liquidation on 20 August 2009 and as a result of this the Company lost control of Newland Fund Management LLP (UK) and this was subsequently divested by the Liquidators.

Directors' Report continued

Auditors' Independence Declaration

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

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



TIM SUGDEN
Chairman

Dated: 16 March 2010

Competent Person's Statement

Information in this report that relates to exploration results is based on information compiled by Newland Resources Limited and is based on information provided by Tim Sugden PhD (Geology) who is a member of the Australasian Institute of Mining & Metallurgy. Dr Sugden 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 Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Dr Sugden is a non-executive director and chairman of Newland Resources Limited and consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears.

Auditor's Independence Declaration



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The Directors
Newland Resources Ltd
PO Box 1444
West Leederville WA 6901

Dear Sirs

In accordance with Section 307C of the Corporations Act 2001 (the "Act") I hereby declare that to the best of my knowledge and belief there have been:

- i) no contraventions of the auditor independence requirements of the Act in relation to the audit review of the 31 December 2009 interim financial statements; and
- ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Graham R Swan (Lead auditor)

Rothsay Chartered Accountants

Dated 16th March 2010



Chartered Accountants

Liability limited by the Accountants Scheme, approved
under the Professional Standards Act 1994 (NSW).

Appendix 4D for the Half Year Ended 31 December 2009

Reporting Period

Current Reporting Period - Half year Ended 31 December 2009

Previous Reporting Period - Half year Ended 31 December 2008

	Change	Change (\$A)		\$A
Revenues from operating activities	down	\$8,348,062	to	\$8,095
Profit (Loss) attributable to members of the parent entity	up	(\$10,411,042)	to	\$586,321
Total comprehensive income	up	(\$10,352,268)	to	\$387,283

Dividends (distributions)

No dividends have been paid or declared during the half year ended 31 December 2009.

Net Tangible Asset per Security

As at 31 December 2009 0.46 cents per share

As at 31 December 2008 3.67 cents per share

Commentary on Results

The consolidated profit of the economic entity during the half year ended 31 December 2009 was \$387,283 (31 December 2008: Loss \$10,352,268)

The result includes a write back of impaired investments \$518,552 (2008: write off \$4,791,599), that were sold for a minimal value. It also includes a profit of \$869,534 (2008: Nil) on deconsolidation of the following subsidiaries:

- Balkan Heights Property Limited (Dissolved on 10 November 2008)
- Newland Financial Group Limited (In liquidation on 20 August 2009)
- Newland Fund Management LLP (UK) (Control was lost when the parent company of Newland Fund Management LLP (UK), Newland Financial Group Limited went into liquidation on 20 August 2009).

Unaudited Financial Information

The information contained in this report is unaudited. The financial report for the half-year ended 31 December 2009 has been reviewed by the Company's auditors.

Consolidated Statement of Comprehensive Income for the Half Year Ended 31 December 2009

	31 December 2009 \$	31 December 2008 \$
Revenue from continuing operations	8,095	8,348,062
Cost of investment sold	(527,097)	(6,788,670)
Gross profit	(519,002)	1,559,392
Depreciation expense	(27,909)	(98,298)
Profit (loss) on disposal of subsidiaries	869,534	-
Impairment of subsidiaries	-	(1,750,068)
Impairment of exploration & evaluation	-	(1,901,423)
Impairment of investments	518,552	(4,791,599)
Other expenses	(254,854)	(3,429,046)
SHARE OF LOSS OF ASSOCIATES	586,321	(10,411,042)
INCOME TAX EXPENSE	-	-
LOSS FROM CONTINUING OPERATIONS	586,321	(10,411,042)
LOSS ATTRIBUTABLE TO MINORITY INTEREST	-	-
LOSS ATTRIBUTABLE TO MEMBERS OF THE PARENT ENTITY	586,321	(10,411,042)
OTHER COMPREHENSIVE INCOME		
Gains and (losses) arising from translating financial statements of foreign operation	(199,038)	58,774
TOTAL COMPREHENSIVE INCOME	387,283	(10,352,268)
Earnings per share for profit (loss) from overall operations attributable to the ordinary equity holders of the Company:		
Basic profit (loss) per share	0.17 cents	(6.27) cents
Diluted profit (loss) per share	0.17 cents	(6.27) cents
Earnings per share for profit (loss) from continuing operations attributable to the ordinary equity holders of the Company:		
Basic loss per share	(0.15) cents	(6.27) cents
Diluted loss per share	(0.15) cents	(6.27) cents
Earnings per share for profit from discontinued operations attributable to the ordinary equity holders of the Company:		
Basic profit per share	0.32 cents	-
Diluted profit per share	0.32 cents	-

The accompanying notes form part of these financial statements.

Consolidated Statement of Financial Position as at 31 December 2009

	Notes	31 December 2009 \$	30 June 2009 \$
CURRENT ASSETS			
Cash and cash equivalents		1,499,630	127,151
Trade and other receivables		184,311	550,980
TOTAL CURRENT ASSETS		1,683,941	678,131
NON-CURRENT ASSETS			
Plant and equipment		205,253	237,263
Exploration and evaluation		50,309	-
Available-for-sale financial assets		414	8,960
TOTAL NON-CURRENT ASSETS		255,976	246,223
TOTAL ASSETS		1,939,917	924,354
CURRENT LIABILITIES			
Trade and other payables		129,498	1,343,493
TOTAL CURRENT LIABILITIES		129,498	1,343,493
NON-CURRENT LIABILITIES			
TOTAL NON-CURRENT LIABILITIES		-	-
TOTAL LIABILITIES		129,498	1,343,493
NET ASSETS		1,810,419	(419,139)
EQUITY			
Issued capital	6	22,124,118	20,356,358
Reserves		128,752	54,237
Accumulated Losses		(20,442,451)	(20,829,734)
Total parent entity interest in equity		1,810,419	(419,139)
TOTAL EQUITY		1,810,419	(419,139)

The accompanying notes form part of these financial statements.

Consolidated Statement of Changes in Equity for the Half Year Ended 31 December 2009

	Issued Capital \$	Share Based Compensation \$	FX Exchange Reserve \$	Changes in the fair value of available for sale investments \$	Accumulated Losses \$	Total \$
Balance at 30 June 2008	19,910,658	231,352	(276,176)	19,070	(3,451,622)	16,433,282
FX exchange difference on translation of foreign operations	-	-	4,436	-	-	4,436
Changes in the fair value of available for sale investments	-	-	-	(18,690)	-	(18,690)
Total comprehensive income	-	-	-	-	(10,352,268)	(10,352,268)
Balance at 31 December 2008	19,910,658	231,352	(271,740)	380	(13,803,890)	6,066,760
Issue of securities	480,000	-	-	-	-	480,000
Security issue costs	(34,300)	-	-	-	-	(34,300)
Options expired	-	(103,203)	-	-	-	(103,203)
FX exchange difference on translation of foreign operations	-	-	197,417	-	-	197,417
Changes in the fair value of available for sale investments	-	-	-	31	-	31
Total comprehensive income	-	-	-	-	(7,025,844)	(7,025,844)
Balance at 30 June 2009	20,356,358	128,149	(74,323)	411	(20,829,734)	(419,139)
Issue of securities	1,889,776	-	-	-	-	1,889,776
Security issue costs	(122,016)	-	-	-	-	(122,016)
FX exchange difference on translation of foreign operations	-	-	74,515	-	-	74,515
Total comprehensive income	-	-	-	-	387,283	387,283
Balance at 31 December 2009	22,124,118	128,149	192	411	(20,442,451)	1,810,419

The accompanying notes form part of these financial statements.

Consolidated Statement of Cash Flow for the Half Year Ended 31 December 2009

	Notes	31 December 2009 \$	31 December 2008 \$
CASH FLOWS RELATED TO OPERATING ACTIVITIES			
Revenue from customers and debtors		-	562,160
Payments to suppliers and employees		(357,167)	(2,194,515)
Foreign exchange losses		-	73,264
NET OPERATING CASH FLOWS		(357,167)	(1,559,091)
CASH FLOWS RELATED TO INVESTING ACTIVITIES			
Proceeds from sale of investments		8,095	1,193,202
Payment for purchases of plant and equipment		-	(4,796)
Payment for deferred exploration expenditure		(41,909)	(257,400)
Proceeds from interest and other items of a similar nature		9,071	15,083
Payment for receivables		-	(3,571)
Payment for payables		-	167,645
Outflow on disposal of entities liquidated		(12,007)	-
NET INVESTING CASH FLOWS		(36,750)	1,110,163
CASH FLOWS RELATED TO FINANCING ACTIVITIES			
Proceeds from issues of securities		1,889,776	-
Capital raising costs		(122,016)	-
NET FINANCING CASH FLOWS		1,767,760	-
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		1,373,843	(448,928)
Cash and cash equivalents at the beginning of the half year		127,151	898,902
Effects of exchange rate changes on cash and cash equivalents		(1,364)	244
CASH AND CASH EQUIVALENTS AT THE END OF THE HALF YEAR		1,499,630	450,218

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

Note 1. Basis of Preparation

Reporting Entity

Newland Resources Limited is a company domiciled in Australia. The consolidated interim financial report of the Company as at and for the six months ended 31 December 2009 comprises the Company and its subsidiaries (together referred to as the "consolidated entity"):

- Mt Garnet Mines NL
- Saturn Exploration NL
- Exploration Australia Pty Ltd
- Newland Resources UK Limited
- Resources Services (BVI) Limited
- Balkan Heights Property Limited (Dissolved on 10 November 2008)
- Newland Financial Group Limited (In liquidation on 20 August 2009)
- Newland Fund Management LLP (UK) (Control was lost when the parent company of Newland Fund Management LLP (UK), Newland Financial Group Limited went into liquidation on 20 August 2009).

The corresponding reporting period ended 31 December 2008 comprised the companies above and:

- Resources Services Limited (UK) (In liquidation on 25 March 2009)
- Newland Stockbrokers Limited (UK) (In liquidation on 19 May 2009)
- Orchid Strategic Investments Limited (BVI) (Control was lost when the parent company of Orchid Strategic Investments Limited (BVI), Newland Stockbrokers Limited (UK) went into liquidation on 19 May 2009)
- Compass Capital Assets Limited (Deregistered on 3 February 2009).

Statement of Compliance

The general purpose financial report for the interim half year reporting period ended 31 December 2009 has been prepared in accordance with Accounting Standard AASB 134: Interim Financial Reporting, Australian Accounting Interpretations and other authoritative pronouncement of Australian Accounting Standards Board and the Corporations Act 2001.

This half year financial report does not include all 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 financing and investing activities of the entity as the full financial report.

Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2009 and any public announcements made by Newland Resources Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

Significant accounting policies

Since 1 July 2009 the Group has adopted the following Standards and Interpretations, mandatory for annual periods beginning on or after 1 July 2008. Adoption of these Standards and Interpretations did not have any effect on the financial position or performance of the Group.

The following amending standards have been adopted from 1 July 2009:

- AASB 8 – *Operating Segments*
- AASB 101 – *Revised Presentation of Financial Statements*

The Group has applied AASB 8 *Operating Segments* from 1 July 2009. AASB 8 requires a 'management approach' under which segment information is presented on the same basis as that used for internal reporting purposes. Operating segments are now reported in a manner that is consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker has been identified as the board of directors that makes strategic decisions.

Notes to the Financial Statements (continued)

Note 1. Basis of Preparation (continued)

Significant accounting policies (continued)

The following amending standards have also been adopted from 1 July 2009:

- AASB 2007-3 Amendments to Australian Accounting Standards arising from AASB 8.
- AASB 2007-8 Amendment to Australian Accounting Standards arising from AASB 101.
- AASB 2008-1 Amendment to Australian Accounting Standards Share-based Payments: Vesting Conditions and Cancellations.
- AASB 2008-5 Amendment to Australian Accounting Standards arising from the Annual Improvements Project.
- AASB 2008-6 Amendment to Australian Accounting Standards arising from the Annual Improvements Project.
- AASB 2008-7 Amendment to Australian Accounting Standards – Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate.
- AASB 2009-2 Amendments to Australian Accounting Standards arising from AASB 7.

The Group has not elected to early adopt any new standards or amendments.

The accounting policies have been consistently applied by entities in the consolidated group and are consistent with those in the Company's Annual Financial Report for the year ended 30 June 2009.

The half year report has been prepared on an accrual basis and is based on historical costs.

Accounting Standards include Australian equivalents to International Financial Reporting Standards (A-IFRS).

Note 2. Going Concern Basis

The financial statements have been prepared on a going concern basis notwithstanding that for the half-year ended 31 December 2009 the consolidated entity incurred an operating profit of \$387,283 and for the year ended 30 June 2009 the consolidated entity incurred an operating loss of \$10,352,268.

The financial statements have been prepared on a going concern basis because the Company has sufficient cash reserves to fund planned activities for the next twelve months and is in the process of divesting non-core assets. The company has cash and cash equivalents of \$1,499,630 at 31 December 2009 (31 December 2008: \$127,151).

If the Company is unable to continue as a going concern, it may be necessary to realise assets and extinguish liabilities other than in the ordinary course of business and at amounts different to those stated in the financial statements.

Note 3. Dividends

The Company has not resolved to declare any dividends in the period ended 31 December 2009.

Note 4. Segment Reporting

Business segments

The Consolidated Entity operates in two business segments, the exploration of resources and the provision of financial funds management in the resources industry.

	Segment Revenue	Segment Profit	Segment Asset
Year ended 31 December 2009	\$	\$	\$
Financial Services	18,986	387,283	1,889,608
Resources	-	-	50,309
Total	18,986	387,283	1,939,917
Year ended 31 December 2008			
Financial Services	8,348,062	(10,352,268)	8,412,604
Resources	-	-	716,884
Total	8,348,062	(10,352,268)	9,129,488

Notes to the Financial Statements (continued)

Note 4. Segment Reporting (continued)

Geographical segments

The Consolidated Entity operates in two geographical segments, Australia and United Kingdom.

Year ended 31 December 2009	Segment Revenue \$	Segment Profit \$	Segment Asset \$
United Kingdom	6	719,420	14,764
Australia	18,980	(332,137)	1,925,153
Total	18,986	387,283	1,939,917
Year ended 31 December 2008			
United Kingdom	2,464,937	(3,216,795)	4,267,469
Australia	5,883,125	(7,135,473)	4,862,019
Total	8,348,062	(10,352,268)	9,129,488

Note 5. Contingent Liabilities

The economic entity has received an invoice claim for \$150,000 from Mineral Administration Services Pty Ltd in relation to service fees. The Directors have not taken this amount up as a liability pending satisfaction of all the conditions to their termination.

Note 6. Issued Capital

	31 December 2009		30 June 2009	
	No.	\$	No.	\$
Issued and Paid Up Capital				
Fully Paid Ordinary Shares	377,955,142	22,124,117	188,977,571	20,356,358
Options over Fully Paid Ordinary Shares	4,094,439	128,149	4,094,439	128,149
Total Issued Capital		18,689,689		8,862,374

During the half year ended 31 December 2009, the following movements in equity occurred:

	<u>No.</u>
03/09/2009 Shares issued under rights Issue	38,464,316
16/09/2009 Shares issued under rights Issue – shortfall	100,000,000
21/09/2009 Shares issued under rights Issue – shortfall	50,513,255
Total	188,977,571

Options

There was no movement in options during the half year ended 31 December 2009.

Note 7. Events Subsequent to Reporting Date

Subsequent to the end of the financial year the following subsidiaries were deregistered:

- Saturn Exploration NL (deregistered on 4 February 2010)
- Exploration Australia Pty Ltd (deregistered on 4 February 2010)
- Newland Resources UK Limited (deregistered on 16 February 2010)

There are no material subsequent events that have not been disclosed in this report

Directors' Declaration

The Directors' of the Company declare that:

1. The financial statements and notes, as set out on pages 5 to 11:
 - (a) comply with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations; and
 - (b) give a true and fair view of the economic entity's financial position as at 31 December 2009 and of its performance for the half-year ended on that date.
2. In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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



TIM SOUDEN
Chairman

Dated: 16 March 2010

Independent Auditor's Review Report



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Independent Review Report to the Members of Newland Resources Ltd

The financial report and directors' responsibility

The interim consolidated financial report comprises the statement of financial position, statement of comprehensive income, statement of changes in equity, cashflow statement, accompanying notes to the financial statements, and the directors' declaration for Newland Resources Ltd for the half-year ended 31 December 2009.

The Company's directors are responsible for the preparation and fair presentation of the consolidated financial report in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Review approach

We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim 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 consolidated financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated financial position as at 31 December 2009 and the performance for the half year ended on that date; and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of Newland Resources Ltd, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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*.

Conclusion

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

- giving a true and fair view of the consolidated financial position as at 31 December 2009 and of the performance for the half-year ended on that date; and
- complying with Australian Accounting Standard AASB134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Rothsay

Graham R Swan
Partner

Dated 16th March 2010



Chartered Accountants

Liability limited by the Accountants Scheme, approved
under the Professional Standards Act 1994 (NSW).