



A.C.N. 146 530 378

HALF YEAR FINANCIAL REPORT

31 December 2011

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CORPORATE INFORMATION

Directors & Officers

Faldi Ismail – Executive Chairman	Appointed 24 September 2010
Robert Jewson - Non-Executive Technical Director	Appointed 5 September 2011
Francis Desouza – Non-Executive Director	Appointed 21 September 2011
Noel O'Brien – Non-Executive Director	Appointed 8 November 2010; Resigned 21 September 2011
Morgan Barron – Non-Executive Director	Appointed 15 November 2010; Resigned 5 September 2011
Tanya Woolley - Company Secretary	Appointed 18 February 2011

Registered Office

C/- Blue Horse Corporate Pty Ltd
108 Outram Street
West Perth WA 6005

PO Box 1974
West Perth WA 6872

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F: +61 (08) 6314 1587
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[Website: www.epicresources.com.au](http://www.epicresources.com.au)

Stock Exchange

Australian Securities Exchange Limited (ASX)
Home Exchange – Perth
ASX Symbols – EPC (shares)

Domicile and Country of Incorporation

Australia

Bankers

National Australia Bank
Rockingham Business Centre
Unit 14, 10 Livingstone Road
Rockingham WA 6168

Auditors

Pitcher Partners Corporate & Audit (WA) Pty Ltd
Level 1, 914 Hay Street
Perth, WA 6000

Share Registry

Security Transfers Registrars
770 Canning Highway
Applecross WA 6153

DIRECTORS' REPORT

The Directors present their report of Epic Resources Limited ("Epic Resources" or the "Company") for the half year ended 31 December 2011 (the "Period").

Directors

The names of the Company's Directors in office during the Period and until the date of this report are set out below.

DIRECTOR	POSITION	APPOINTMENT	RESIGNATION
Faldi Ismail	Executive Chairman	24 September 2010	N/A
Robert Jewson	Non-Executive Technical Director	5 September 2011	N/A
Francis Desouza	Non-Executive Director	21 September 2011	N/A
Noel O'Brien	Non-Executive Director	8 November 2010	21 September 2011
Morgan Barron	Non-Executive Director	15 November 2010	5 September 2011

Information on Directors appointed during the Period:

Mr Francis Desouza , Non-Executive Director (appointed on 22 September 2011)

B. Comm, Banking and Finance.

Mr Desouza has many years' experience in financial services, specialising in corporate advisory and equity markets with a specific focus in the resources sector. Mr Desouza is the co-founder of Otsana Capital Pty Ltd, a boutique advisory firm specialising in mergers & acquisitions, capital raisings and Initial Public Offerings (IPO's). Mr Desouza has facilitated a number of resource transactions ranging from reverse takeovers, project evaluations through to IPO's and capital raisings.

During the past three years Mr Desouza has held the following directorship on ASX listed company: Conto Resources Limited (Current).

Mr Robert Jewson, Non-Executive Technical Director (appointed on 5 September 2011)

Bsc Min Exp & Min Geo.

Mr Jewson holds a Bachelor of Science majoring in Mineral Exploration & Mineral Geology. Mr Jewson has extensive experience across a wide range of commodities including iron ore, gold, uranium, coal and base metals both locally within Australia and abroad. Mr Jewson has significant commercial and geological knowledge which will allow Epic to rapidly evaluate resource opportunities abroad and aggressively pursue projects which meet the Company's investment criteria.

During the past three years Mr Jewson has held the following directorships on ASX listed companies: Conto Resources Limited (Current) and Terra Nova Minerals Limited (Current).

DIRECTORS' REPORT

Principal Activities

Epic Resources is an Australian-based exploration company that was initially established to acquire, explore, evaluate and exploit Uranium-REE mineralisation within the Northern Territory. The Company is actively reviewing numerous projects in the resources sector, both in Australia and overseas, by way of acquisition or investment. These projects include other types of minerals including, without limitation, coal, iron ore, copper, gold, manganese, tin, nickel, potash and tungsten.

Review of Operations and Activities

During the Period under review:

The Company previously entered into a Farm-in Agreement with Cazaly Iron Pty Ltd (Cazaly), and is currently seeking to earn a 75% interest in the Quartz Hill Project; the Company has also applied for three exploration licence applications adjacent to the Quartz Hill Project during the Period (**See Figure 1**).

Quartz Hill Site Visit

Epic Resources has completed its first-pass reconnaissance mapping and sampling campaign at its Quartz Hill Project. Exploration activities carried out during this campaign was restricted to rock chipping identifiable zones within the REE-bearing pegmatite bodies in the vicinity of the Lone Pine prospect.

The pegmatite bodies display variable developed zonation. Inner zones were rarely observed suggesting exposure due to erosion is not well advanced. Several areas of multivariate REE association have been identified in the Lone Pine assay results that may be the focus of further work.

The focus of mapping during this initial campaign was to understand the extent and nature of the internal zonation identifiable within the pegmatite outcrops to guide rock chip sampling of prospective high-grade zones. The campaign focused work on mapping within the most prospective individual pegmatites where historic REE-U mineralisation has been reported. Concurrent rock chip samples were taken from identifiable zones, with multiple samples taken from several sites along strike in larger pegmatite bodies.

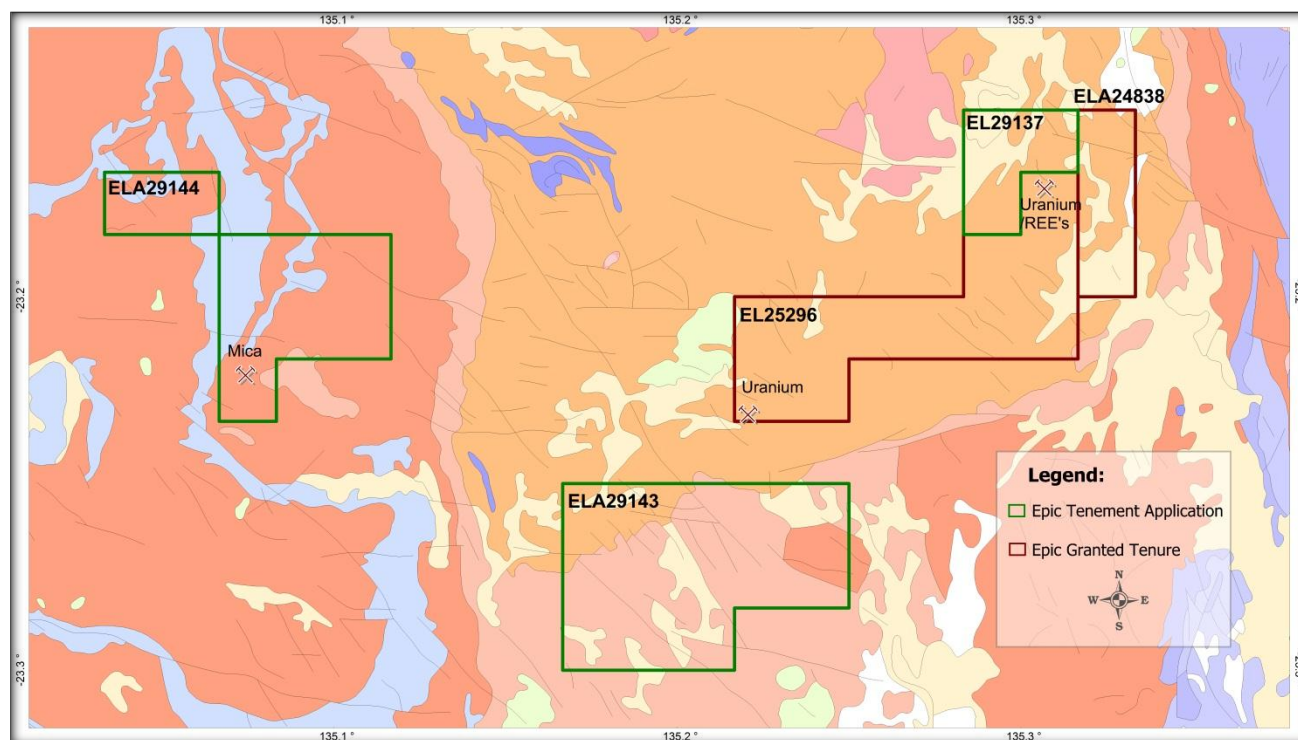
Upon review of the historical and recent sampling exploration results, and as part of the next stage of exploration, the Company intends to pursue further expansion of mapping and sampling at the Lone Pine and Quartz Hill field which is consistent with the budget set out in the Prospectus.

Additional Tenure - Quartz Hill Project:

During the Period under review, the Company applied for three Exploration Licences Applications in close proximity to its Quartz Hill project as part of its regional exploration strategy. Currently, Epic Resources is conducting a comprehensive project evaluation to identify exploration targets warranting further investigation. Epic Resources is targeting pegmatite style uranium-rare earth mineralisation and Iron Oxide Copper Gold (IOCG) mineralisation in an area of mixed magma types with extensive fluid alteration.

DIRECTORS' REPORT

Figure 1 – Location of Exploration Licences



Financial Results

The financial results of the Company for the half year ended 31 December 2011 are:

	31-Dec-11
	\$
Cash and cash equivalents	3,755,694
Net Assets	4,031,317
Revenue	87,222
Net profit/(loss)	(135,758)
Loss per share	(0.005)
Dividend	-

DIRECTORS' REPORT

Corporate

During the Period under review:

- On 5 September 2011, Morgan Barron resigned as Non-Executive Director and Robert Jewson was appointed as Non-Executive Technical Director;
- On 21 September 2011, Noel O'Brien resigned as Non-Executive Director and Francis Desouza was appointed to this role.
- On 16 November 2011, 1,567,500 fully paid ordinary shares were released from escrow.
- On 22 November 2011, 1,596,563 fully paid ordinary shares were released from escrow.
- On 2 December 2011, the Epic Director Share Plan was approved by shareholders at the Annual General Meeting of the Company held on 18 November 2011. Refer to note 9 and note 10 of the Half Year Financial Report.

Significant Changes in the State of Affairs

There have been no significant changes in the state of affairs of the Company.

Significant Events After Balance Date

Since the end of the interim Period, no event has arisen that would be likely to materially affect the operations of the Company, or the state of affairs of the Company not otherwise as disclosed in the Company's financial report.

Auditor's Independence Declaration

Pitcher Partners Corporate & Audit (WA) Pty Ltd's independence declaration is set out on page 8 and forms part of the Directors' Report for the Period.

Signed in accordance with a resolution of the Directors:



Faldi Ismail
Executive Chairman
2 February 2012



PITCHER PARTNERS

PITCHER PARTNERS CORPORATE & AUDIT (WA) PTY LTD

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is an association of Independent firms
Melbourne | Sydney | Perth | Adelaide | Brisbane

AUDITOR'S INDEPENDENCE DECLARATION

To the Directors of Epic Resources Limited

In relation to the independent review for the half-year ended 31 December 2011, to the best of my knowledge and belief there have been:

- (i) No contraventions of the auditor independence requirements of the *Corporations Act 2001*.
- (ii) No contraventions of any applicable code of professional conduct.

Pitcher Partners Corporate + Audit (WA) Pty Ltd

PITCHER PARTNERS CORPORATE & AUDIT (WA) PTY LTD

MARK ENGLISH

EXECUTIVE DIRECTOR

PERTH, WA

2 FEBRUARY 2012

CONDENSED STATEMENT OF COMPREHENSIVE INCOME

	Note	31-Dec-11 \$	31-Dec-10 \$
Continuing operations			
Revenue	4	87,222	1,524
Administration expenses	4	(222,980)	(324,135)
Loss from continuing operations after income tax		(135,758)	(322,611)
Loss for the period		(135,758)	(322,611)
Other comprehensive loss			
Other comprehensive loss for the period, net of tax		-	-
Total comprehensive loss for the period		(135,758)	(322,611)
Loss for the period is attributable to:			
Owners of the Company		(135,758)	(322,611)
		(135,758)	(322,611)
Total comprehensive loss for the period attributable to:			
Owners of the Company		(135,758)	(322,611)
		(135,758)	(322,611)
		<u>\$</u>	<u>\$</u>
Loss per share from continuing operations attributable to the ordinary equity holders of the Company:			
Basic loss per share		(0.005)	(0.09)
Diluted loss per share		(0.005)	(0.09)
Loss per share attributable to the ordinary equity holders of the Company:			
Basic loss per share		(0.005)	(0.09)
Diluted loss per share		(0.005)	(0.09)

The above condensed statement of comprehensive income should be read in conjunction with the accompanying notes.

CONDENSED STATEMENT OF FINANCIAL POSITION

	Notes	31-Dec-11 \$	31-Dec-10 \$
Current Assets			
Cash & cash equivalents	5	3,755,694	3,818,989
Trade & other receivables		11,136	56,782
Total Current Assets		3,766,830	3,875,771
Non-Current Assets			
Plant and equipment		3,907	-
Exploration and evaluation assets	6	295,500	268,824
Total Non-Current Assets		299,407	268,824
TOTAL ASSETS		4,066,237	4,144,595
Current Liabilities			
Trade & other payables	7	34,920	19,131
Total Current Liabilities		34,920	19,131
TOTAL LIABILITIES		34,920	19,131
NET ASSETS		4,031,317	4,125,464
EQUITY			
Equity attributable to the equity holders of the Company			
Contributed equity	8	4,172,912	4,172,912
Reserves	9	355,123	313,513
Accumulated losses		(496,718)	(360,961)
TOTAL EQUITY		4,031,317	4,125,464

The above condensed statement of financial position should be read in conjunction with the accompanying notes.

CONDENSED STATEMENT OF CHANGES IN EQUITY

	Issued Capital \$	Share-based Payment Reserve \$	Accumulated Losses \$	Total Equity \$
At 1 July 2011	4,172,912	313,513	(360,960)	4,125,465
Loss for the period	-	-	(135,758)	(135,758)
Total comprehensive loss for the period	-	-	(135,758)	(135,758)
Transactions with owners in their capacity as owners:				
Share-based payments	-	41,610	-	41,610
At 31 December 2011	4,172,912	355,123	(496,718)	4,031,317

	Issued Capital \$	Share-based Payment Reserve \$	Accumulated Losses \$	Total Equity \$
At 24 September 2010 (Date of Incorporation)	-	-	-	-
Loss for the period	-	-	(322,611)	(322,611)
Total comprehensive loss for the period	-	-	(322,611)	(322,611)
Transactions with owners in their capacity as owners:				
Issue of share capital	400,000	-	-	400,000
Capital raising costs	(91,086)	-	-	(91,086)
Share-based payments	-	313,513	-	313,513
At 31 December 2010	308,914	313,513	(322,611)	299,816

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

CONDENSED STATEMENT OF CASH FLOWS

	Note	31-Dec-11 \$	31-Dec-10 \$
Cash flows from operating activities			
Receipts in advance		-	44,996
Payment to suppliers and employees		(117,753)	(10,622)
Interest received		87,222	1,524
Interest paid		(2,181)	(236)
Net cash flows used in operating activities	5	(32,712)	35,662
Cash flows used in investing activities			
Payment for office equipment		(3,907)	-
Payments for exploration and evaluation assets		(26,676)	-
Net cash flows used in investing activities		(30,583)	-
Cash flows from financing activities			
Proceeds from issue of shares/options net of shares		-	308,914
Net cash flows from financing activities		-	308,914
Net increase/(decrease) in cash and cash equivalents		(63,295)	344,576
Cash and cash equivalents at beginning of period		3,818,989	-
Cash and cash equivalents at end of period	5	3,755,694	344,576

The above condensed statement of cash flows should be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

The financial report of Epic Resources Limited (the "Company") is a half year report for the Period from 1 July 2011 to 31 December 2011 (the "Period"). The Company was incorporated on 24 September 2010.

The Company is an Australian-based exploration company established primarily to acquire, explore, evaluate and exploit uranium deposits and explore prospective uranium tenements and other minerals.

The address of the registered office of the Company is C/- Blue Horse Corporate Pty Ltd, 108 Outram Street, West Perth, WA 6005.

The financial report of Epic Resources Limited for the Period was authorised for issue in accordance with a resolution of the directors on 1 February 2012.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

Basis of compliance

This general purpose condensed financial report of the Company for the Period 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 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 Company as the full financial report.

It is recommended that the half-year financial report be read in conjunction with the annual financial statements for the year ended 30 June 2011 and considered together with any public announcements made by the Company during the Period and up to the date of this report in accordance with the continuous disclosure obligations of the ASX Listing Rules.

Summary of Significant Accounting Policies

The significant accounting policies adopted in the preparation of the historical financial information included in this report have been set out below.

(a) Basis of preparation

The condensed financial statements have been prepared on the basis of historical cost. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars.

The accounting policies and methods of computation adopted in the preparation of this financial report for the Period under review are consistent with those adopted in the annual financial statements for the year ended 30 June 2011.

NOTES TO THE FINANCIAL STATEMENTS

The Company has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to their operations and effective for the current reporting Period.

The adoption of all the new and revised Standards and Interpretations has not resulted in any changes to the Company's accounting policies and has no effect on the amounts reported for the current or prior periods.

Apart from the following new accounting policy, all other accounting policies applied in this half year financial report are the same as those used in the annual financial report for the year ended 30 June 2011.

(b) Plant and Equipment

(i) Owned assets

Items of plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditures that are directly attributable to the acquisition of the asset. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

When parts of an item of plant and equipment have different useful lives, they are accounted for as separate items (major components).

(ii) Subsequent costs

The Company recognises in the carrying amount of an item of plant and equipment the cost of replacing part of such an item when that cost is incurred if it is probable that the future economic benefits embodied within the item will flow to the Company and the cost of the item can be measured reliably. All other costs are recognised in the Statement of Comprehensive Income as an expense as incurred.

(iii) Depreciation

Depreciation is charged to the Statement of Comprehensive Income using a straight line method over the estimated useful lives of each part of each item of plant and equipment.

The estimated useful lives in the current Period is as follows:

- Computer equipment – 3 years

The residual value, the useful life and the depreciation method applied to an asset are reassessed at least annually.

NOTES TO THE FINANCIAL STATEMENTS

3. OPERATING SEGMENTS

AASB 8 requires operating segments to be identified on the basis of internal reports about components of the Company that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance.

For the Period under review, the Company operated as one business segment, being the resource sector within Australia that involved the exploration activities of the tenements.

4. REVENUE AND EXPENSES

	31-Dec-11 \$	31-Dec-10 \$
(a) Revenue		
Interest income	87,222	1,524
Total revenue	87,222	1,524
(b) Administration expenses		
<i>Employee benefits expense</i>		
Directors fees and other benefits	56,600	-
Share-based payments	41,610	313,513
	98,210	313,513
<i>Other expenses</i>		
Administration costs	124,770	10,622
Total administration expenses	222,980	324,135

5. CASH AND CASH EQUIVALENTS

For the purpose of the condensed statement of cash flows, cash and cash equivalents are comprised of the following:

	31-Dec-11 \$	30-Jun-11 \$
Cash at bank and in hand	3,750,495	3,813,989
Short-term deposit	5,199	5,000
	3,755,694	3,818,989

NOTES TO THE FINANCIAL STATEMENTS

Reconciliation of net loss after income tax to net cash flows from operating activities.

	31-Dec-11 \$	30-Jun-11 \$
Net loss after income tax	(135,758)	(322,611)
Adjustments for:		
Share-based payments	41,610	313,513
Change in assets and liabilities		
(Increase)/decrease in trade and receivables	45,647	(4,021,299)
Increase/(decrease) in trade and other payable	15,789	4,066,059
Net cash from operating activities	(32,712)	35,662

6. EXPLORATION AND EVALUATION

	31-Dec-11 \$	30-Jun-11 \$
Carrying amount of exploration and evaluation expenditure	295,500	268,824

Movement during the Period

	31-Dec-11 \$
At 1 July 2011	268,824
Addition	26,676
At 31 December 2011	295,500

NOTES TO THE FINANCIAL STATEMENTS

7. TRADE AND OTHER PAYABLES

Due to the short term nature of these payables, their carrying value approximates their fair value.

	31-Dec-11	30-Jun-11
	\$	\$
Trade creditors (a)	30,920	4,131
Accruals	4,000	15,000
	34,920	19,131

(a) The trade creditors are non-interest bearing and generally on 30 day terms.

8. CONTRIBUTED EQUITY

	31-Dec-11		30-Jun-11	
	\$	No.	\$	No.
Fully paid ordinary shares	4,172,912	29,625,000	4,172,912	29,125,000

Movement in issued capital during the half year:

	\$	No.
At 1 July 2011	4,172,912	29,125,000
Shares issued to Directors (i)	-	500,000
At 31 December 2011	4,172,912	29,625,000

- (i) Shares issued to Directors under the Epic Director Share Plan ("Director Plan") are recognised as shares issued at nil value. While these are issued shares for legal and taxation purposes, Accounting Standards require they be treated as options for accounting purposes. The value of the "options" granted, is the fair value calculated at the grant date using the Black and Scholes option pricing model (refer to note 9).

The 500,000 fully paid ordinary shares are currently under a Company-imposed trading lock, in accordance with the terms and conditions of the Director Plan. A full summary of the Director Plan was set out in the Notice of Meeting dated 17 October 2011.

NOTES TO THE FINANCIAL STATEMENTS

9. SHARE-BASED PAYMENT

	31-Dec-11
	\$
At 1 July 2011	313,513
Equity-settled share based payment transactions (i)	41,610
At 31 December 2011	355,123

(i) Share Based Payments

Under the Epic Director Share Plan ("Director Plan") approved by the Shareholders on 18 November 2011, eligible Directors are provided with a non-recourse loan from the Company for the sole purpose of acquiring shares in the Company.

On 2 December 2011, Robert Jewson and Francis Desouza were each issued 250,000 Director Plan shares at \$0.20 each and received a loan from the Company to fund the subscription price for those Director Plan shares in accordance with the terms and conditions of the Director Plan. The Director loan will be non-recourse and the repayment term of each loan to the Participating Directors is four (4) years with interest free (Refer to note 10).

Accounting Standards require that shares issued under employee incentive share plans in conjunction with non-recourse loans are to be accounted for as options. As a result, the amounts receivable from Directors in relation to these loans have not been recognised in the financial statement. Shares issued under this Director Plan are recognised as shares issued at nil value (Refer to note 8) with a share based payment expense recognised in the statement of comprehensive income based on an estimated fair value using the Black and Scholes option pricing model (see below).

The following table lists the inputs to the model used for the Period:

	Directors Shares
Number of shares granted	500,000
Issue date	2-Dec-11
Dividend yeild	0%
Share price at issue date	\$0.16
Issue price	\$0.20
Volatility	78%
Risk free interest rate	3.365%
Expiration period	4 years
Expiry date	2/12/2015
Black & Scholes valuation	\$0.08

Volatility was determined based on the volatility of share prices of the Company since it was listed in ASX. The terms of these options will be the same as options issued for the year ended 30 June 2011.

NOTES TO THE FINANCIAL STATEMENTS

10. RELATED PARTY DISCLOSURES

(i) Loans to Directors

On 18 November 2011, Shareholders approved the implementation of the Epic Director Share Plan ("Director Plan"). A Director Participant who is invited to subscribe for Director Plan shares may also be invited to apply for a loan up to the amount payable in respect of the Director Plan shares accepted by the Director Participant (Director Loan).

On 2 December 2011, Robert Jewson and Francis Desouza were issued 250,000 Director Plan shares each and received a Director Loan from the Company to fund the subscription price for those Director Plan shares of \$50,000 each in accordance with the terms and conditions of the Director Share Plan. The amounts receivable from Directors in relation to these loans have not been recognised in the financial statement as the Director loan is non-recourse and therefore, accounted for as a share-based payment expense (refer to note 9) and shares issued at nil value (refer to note 8).

The Director Loans are non-recourse and the repayment term of each loan to the Participating Directors is four (4) years with interest free. A full summary of the Director Plan was set out in the Notice of Meeting dated 17 October 2011.

(ii) Other Fees Paid to Directors

On the 5 September 2011, the Company entered into a consultancy agreement ("Geological Agreement") with Geological Resources Solutions Pty Ltd ("Geological Resources") to provide a geological consultancy services to the Company. Geological Resources was founded by Mr Robert Jewson, a company in which he is the sole director and has a financial interest.

The Company has agreed to pay Geological Resources according to the following arrangement:

- Consultancy services at an hourly rate of \$100 per hour (GST exclusive) plus disbursements; and
- Field work services at a daily rate of \$1,500 (GST exclusive) plus disbursements.

Services provided are invoiced to the Company and paid monthly in arrears. The minimum term of the Geological Agreement is 12 months unless otherwise agreed. The Geological Agreement may be terminated by either party giving one month's written notice or immediately upon a material breach, gross negligence or wilful recklessness by either party.

The Company is required to take out and maintain public liability for the contractor provided by Geological Resources.

NOTES TO THE FINANCIAL STATEMENTS

(iii) Other transactions with key management personnel including their related parties

There were no other new transactions made to key management personnel, including their related parties during the Period as those stated in the annual financial statements of the Company for the year ended 30 June 2011.

11. EVENTS AFTER BALANCE SHEET DATE

Since the end of the interim Period, no event has arisen that would be likely to materially affect the operations of the Company, or the state of affairs of the Company not otherwise as disclosed in the Company's financial report.

12. COMMITMENTS AND CONTINGENCIES

There are no new commitments, other than what existed as at 30 June 2011, that the Company has entered into during the Period under review.

13. DIVIDENDS

No dividend has been paid during the Period and no dividend is recommended for the Period.

DIRECTORS' DECLARATION

In accordance with a resolution of the Directors of Epic Resources Limited, I state that:

In the opinion of the Directors:

- (a) The financial statements and notes of the Company are in accordance with the Corporations Act 2001, including:
 - (i) Giving a true and fair view of the financial position as at 31 December 2011 and the performance for the half year ended 31 December 2011.
 - (ii) Complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.
- (b) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of Directors.



Mr Faldi Ismail
Executive Chairman
2 February 2012



PITCHER PARTNERS

PITCHER PARTNERS CORPORATE & AUDIT (WA) PTY LTD

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is an association of Independent firms
Melbourne | Sydney | Perth | Adelaide | Brisbane

**EPIC RESOURCES LIMITED
ACN 146 530 378**

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
EPIC RESOURCES LIMITED**

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Epic Resources Limited, which comprises the condensed statement of financial position as at 31 December 2011, the condensed statement of comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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 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 company's financial position as at 31 December 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 Epic 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*.

**EPIC RESOURCES LIMITED
ACN 146 530 378**

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
EPIC RESOURCES LIMITED**

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 Epic 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 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*.

Pitcher Partners Corporate & Audit (WA) Pty Ltd.

PITCHER PARTNERS CORPORATE & AUDIT (WA) PTY LTD



**MARK ENGLISH
EXECUTIVE DIRECTOR
PERTH, WA
2 FEBRUARY 2012**