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CLASSIC MINERALS LIMITED
ABN: 77 119 484 016

HALF YEAR REPORT
31 DECEMBER 2014

CLASSIC MINERALS LTD

ABN 77 119 484 016

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ABN 77 119 484 016

COMPANY INFORMATION

Directors

Mr Justin Douch
(Managing Director)

Mr Kent Hunter
(Non Executive Director)

Mr Stan Procak
(Non Executive Director)

Company Secretary

Mr Jeffrey Nurse

Registered Office

Suite 7 Level 1, 30 Hasler Road
Osborne Park WA, 6107
Telephone: (08) 9445 3008
Facsimile: (08) 9242 9295
Email: admin@classicminerals.com.au

Auditors

Bentleys
Level 1, 12 Kings Park Road
West Perth WA 6005

Telephone: (08) 9226 4500
Facsimile: (08) 9226 4300

Bankers

National Australia Bank
226 Main Street,
Osborne Park, WA, 6107

Share Registry

Advanced Share Registry Limited
110 Stirling Highway,
Nedlands, 6009,WA

Telephone: (08) 9389 8033
Facsimile: (08) 9262 3723

Stock Exchange Listing

The Company is listed on the Australian Securities
Exchange Ltd (ASX)
Home Exchange: Perth, Western Australia

Website

www.classicminerals.com.au

Australian Securities Exchange Code:

CLZ, CLZO

CLASSIC MINERALS LTD

ABN 77 119 484 016

DIRECTORS' REPORT

The directors of Classic Minerals Ltd submit herewith the financial report for the half-year ended 31 December 2014. In order to comply with the provisions of the *Corporations Act 2001* the directors report as follows:

Directors

The names of the directors of the company during or since the end of the half year are:

Mr Justin Douch
Mr Kent Hunter
Mr Stan Procak

Unless otherwise stated, all directors were in office for the period under review, and up to the date of this report.

Review of Operations

The loss for the six-month period ended 31 December 2014 is \$3,151,741 (including an impairment charge of \$200,000) (31 December 2013 loss \$2,520,179). As at 31 December 2014 Classic Minerals Ltd ("Classic" or "the Company") had 267,931,395 shares and 101,137,607 options on issue all of which are quoted.

Exploration activities

Interpretation of SAMEM Survey and Target Generation at Fraser Range

The Sub Audio Magnetic EM ("SAMEM") surveys undertaken over the North East 'hot zone' and over the 'Eye' structure at the South West end of the tenement were interpreted by consultant geophysicists who outlined 6 deep conductor targets. These were considered to be potential sulphide deposits which warranted drilling.

Drilling of SAMEM Targets at Fraser Range

RC Drilling with diamond core tails was undertaken at four targets with minor sulphide mineralization intersected in all holes, including a 1.3m zone of semi massive sulphides with a grade of 0.9% copper at SAM 1 target, 1.2km along strike from the Alpha copper deposit. A total of eight holes for 998m RC and 1,067m diamond core were drilled.

Drill hole pickup with DGPS

The historic drill holes at Dohertys Gold Mine were accurately surveyed with a differential GPS accurate to 0.3m, as well as shafts and a local topographic survey undertaken over the Alpha copper deposit.

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DIRECTORS' REPORT

Geochemical Sampling at Central Anomaly, Fraser Range

Follow up rock chip sampling over the area of the historic Cu, Ni, Zn geochemical calcrete anomaly extending for 3km by 1.5km in the centre of the tenement was undertaken. The outcropping rocks were broadly mapped when sampling and indicated a high ridge with numerous iron rich outcrops which analysed as anomalous for copper and zinc. Extensive outcrops of gabbro were found in the eastern side with anomalous nickel to 400ppm and these require follow up sampling.

Events Post 31 December 2014

On 4 March 2015, the Company received an additional short-term loan of \$400,000 from one of its shareholders. Part of the proceeds from this loan were used to repay existing debt. The repayment date of this loan is 4 May 2015, with interest payable of \$80,000 and 3,000,000 shares to be issued to the lender.

There are no other matters or circumstances that have arisen since the end of the half year which will significantly affect, or may significantly effect, the state of affairs of the reporting entity in future periods.

Auditor's Declaration

The auditor's independence declaration under s.307C of the Corporations Act 2001 is included on page 4 of the half-year financial report.

This report is signed in accordance with a resolution of the board of directors.



Justin Douch
Managing Director
13 March 2015

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(WA) Pty Ltd**

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To the Board of Directors

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

As lead audit director for the review of the financial statements of Classic Minerals Limited for the half year ended 31 December 2014, 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.

Yours faithfully

BENTLEYS
Chartered Accountants

MARK DELAURENTIS CA
Director

Dated at Perth this 13th day of March 2015



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- ▶ Accountants
- ▶ Auditors
- ▶ Advisors

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Independent Auditor's Review Report

To the Members of Classic Minerals Limited

We have reviewed the accompanying half-year financial report of Classic Minerals Limited ("the Company") which comprises the condensed statement of financial position as at 31 December 2014, the condensed statement of profit or loss and other comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes 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 2014 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001. As the auditor of the Company ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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.



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Independent Auditor's Review Report
To the Members of Classic Minerals Limited (Continued)



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 half-year financial report of Classic Minerals 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 2014 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.

Emphasis of Matter

Without qualifying our conclusion, we draw attention to Note 1 in the half-year financial report which indicates that the Company incurred a loss of \$3,151,741 during the half-year ended 31 December 2014. This condition, along with other matters as set forth in Note 1, indicate the existence of a material uncertainty which may cast significant doubt about the ability of the Company to continue as a going concern and whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the half-year financial report.

BENTLEYS
Chartered Accountants

MARK DELAURENTIS CA
Director

Dated at Perth this 13th day of March 2015

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CLASSIC MINERALS LTD

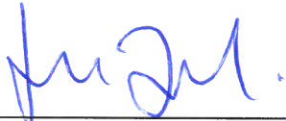
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DIRECTORS' DECLARATION FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 8 to 17 are in accordance with the *Corporations Act 2001*, including:
 - a) complying with Accounting Standard AASB 134: Interim Financial Reporting; and
 - b) giving a true and fair view of the Company's financial position as at 31 December 2014 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.



Justin Douch
Managing Director
13 March 2015

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CLASSIC MINERALS LTD

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CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

	31 December 2014 \$	31 December 2013 \$
Revenue	33,354	509,568
Finance Income	-	16,608
Advertising and marketing expenses	(19,125)	(36,422)
Auditor's remuneration	(37,127)	(40,310)
ASX Listing Fees and filing fees	(50,568)	(36,353)
Commissions	(57,364)	(166,714)
Consultant Fees	(348,084)	(249,083)
Depreciation	(38,608)	(23,931)
Directors' fees	(219,000)	(178,298)
Employee benefits expenses	(304,448)	(305,815)
Exploration written off	(793,528)	(1,291,430)
Finance costs	(829,347)	(140,750)
Insurance	(17,557)	(14,731)
Legal and professional fees	(132,363)	(72,815)
Occupancy costs	(73,045)	(75,506)
Other administrative expenses	(49,821)	(122,303)
Share Registry expenses	(4,705)	(14,176)
Travel and marketing expense	(10,405)	(12,429)
Impairment loss on Cowarna Rocks (Note 6)	(200,000)	-
Loan forgiven	-	(265,289)
Loss before income tax expense	(3,151,741)	(2,520,179)
Income tax expense	-	-
Loss for the period	(3,151,741)	(2,520,179)
Other comprehensive income		
Items that may be reclassified subsequently to profit and loss:		
Movement in 'Available-for-sale' financial reserve	-	3,053
Total comprehensive income for the period	(3,151,741)	(2,517,126)
Loss attributable to:		
Members of the Company	(3,151,741)	(2,520,179)
	(3,151,741)	(2,520,179)
Total comprehensive income attributable to:		
Members of the Company	(3,151,741)	(2,517,126)
	(3,151,741)	(2,517,126)
Loss per share		
Basic and diluted (cents per share)	(1.2)	(1.2)

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

CLASSIC MINERALS LTD

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CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2014

	Note	31 December 2014 \$	30 June 2014 \$
Current assets			
Cash and cash equivalents		269,758	339,807
Trade and other receivables	4	129,349	3,054,814
Other assets		253,641	264,609
Total current assets		652,748	3,659,230
Non-current assets			
Property, plant and equipment	5	318,535	350,578
Other assets		3,642	35,642
Exploration and evaluation costs		131,300	131,300
Intangible Assets	6	1,000,000	1,200,000
Total non-current assets		1,453,477	1,717,520
Total assets		2,106,225	5,376,750
Current liabilities			
Trade and other payables		685,376	1,342,567
Employee Provisions		52,524	54,477
Borrowings	7	793,065	852,676
Total current liabilities		1,530,965	2,249,720
Non-current liabilities			
Borrowings	7	100,846	108,905
Total non-current liabilities		100,846	108,905
Total liabilities		1,631,811	2,358,625
Net assets/(Liabilities)		474,414	3,018,125
Equity			
Issued capital	8	12,551,411	11,943,381
Reserves		1,005,126	1,005,126
Accumulated losses		(13,082,123)	(9,930,382)
Total equity		474,414	3,018,125

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

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CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

	Issued Capital \$	Financial Asset Reserve \$	Option Premium Reserve \$	Accumulated Losses \$	Total Equity \$
Balance at 1 July 2013	8,936,046	66,667	1,005,126	(6,827,877)	2,174,836
Loss for the period	-	-	-	(2,520,179)	(2,520,179)
Other comprehensive income	-	3,053	-	-	3,053
Total comprehensive income	-	3,053	-	(2,520,179)	(2,517,126)
<i>Transactions with owner, directly recognised in equity</i>					
Issue of shares	991,964	-	-	-	991,964
Cost of share issue	(35,446)	-	-	-	(35,446)
Share based payments	-	-	-	-	-
Balance at 31 December 2013	9,892,564	69,720	1,005,126	(9,348,056)	1,619,354
Balance at 1 July 2014	11,943,381	-	1,005,126	(9,930,382)	3,018,125
Loss for the period	-	-	-	(3,151,741)	(3,151,741)
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	(3,151,741)	(3,151,741)
<i>Transactions with owner, directly recognised in equity</i>					
Issues of shares	608,030	-	-	-	608,030
Cost of share issues	-	-	-	-	-
Issue of Options	-	-	-	-	-
Other transactions	-	-	-	-	-
Balance at 31 December 2014	12,551,411	-	1,005,126	(13,082,123)	474,414

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

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CONDENSED STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

	31 December 2014 \$	31 December 2013 \$
Cash flows from operating activities		
Receipt of Research & Development rebates for 2012/13 and 2013/14	2,830,198	-
Interest Income	24,861	-
Other Income	8,494	-
Payments to suppliers and employees	(1,476,002)	(1,126,205)
Payments for deferred exploration expenditure	(1,414,490)	(1,492,995)
Net cash used in operating activities	(26,939)	(2,619,200)
Cash flows from investing activities		
Payment for property, plant and equipment	(25,183)	(124,326)
Proceeds on sale of property, plant and equipment	18,618	-
Payment to acquire mining tenement	-	(80,000)
Return of deposit with Nex Metals	-	300,000
Proceeds from Sale of Mining tenements	-	200,000
Income and proceeds from sale of marketable securities	-	509,568
Purchase of shares in listed company	-	(100,000)
Net cash used in investing activities	(6,565)	705,242
Cash flows from financing activities		
Drawings of short-term loans	2,128,000	-
Repayment of short-term loans	(2,164,545)	-
Payment for capital raising costs	-	(7,532)
Proceeds from Option Entitlement Issue	-	1,005,126
Net cash provided by financing activities	(36,545)	997,594
Net increase in cash and cash equivalents	(70,049)	(916,364)
Cash and cash equivalents at the beginning of the half-year	339,807	1,284,830
Cash and cash equivalents at the end of the half-year	269,758	368,466

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

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NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2014

1. SUMMARY OF ACCOUNTING POLICIES

Significant Accounting Policies

a) Statement of Compliance

The half year financial report is a general purpose financial report prepared in accordance with the Corporations Act 2001 and Australian Accounting Standards including AASB 134 Interim Financial Reporting. Compliance with Australian Accounting Standards ensures that the financial statements and notes comply with International Financial Reporting Standards. The half-year financial report does not include notes of the type normally included in an annual financial report and should be read in conjunction with the 2014 annual financial report.

b) Basis of Preparation

The financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the company's 2014 annual financial report for the financial year ended 30 June 2014, except for the impact of the Standards and Interpretations described below. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

New Accounting Standards and Interpretation

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 half-year.

New and revised Standards and amendments thereof and Interpretations effective for the current half-year that are relevant to the Group include:

- AASB 1031 'Materiality' (2013)
- AASB 2012-3 'Amendments to Australian Accounting Standards – Offsetting Financial Assets and Financial Liabilities'
- AASB 2013-3 'Amendments to AASB 136 – Recoverable Amount Disclosures for Non Financial Assets'
- AASB 2013-4 'Amendments to Australian Accounting Standards – Novation of Derivatives and Continuation of Hedge Accounting'
- AASB 2013-5 'Amendments to Australian Accounting Standards – Investment Entities'
- AASB 2013-9 'Amendments to Australian Accounting Standards' – Part B: 'Materiality'
- AASB 2014-1 'Amendments to Australian Accounting Standards'
 - Part A: 'Annual Improvements 2010-2012 and 2011-2013 Cycles'
 - Part B: 'Defined Benefit Plans: Employee Contributions (Amendments to AASB 119)'
 - Part C: 'Materiality'

CLASSIC MINERALS LTD

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NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2014

1. SUMMARY OF ACCOUNTING POLICIES

- Interpretation 21 'Levies'

The adoption of the above standards have not had a material impact on this half year financial report

c) *Going concern*

The half-year financial report has been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlements of liabilities in the ordinary course of business. The Company incurred a loss of \$3,151,741 (including an impairment charge of \$200,000) for the half year ended 31 December 2014 (31 December 2013: \$2,520,179 loss).

The net working capital deficit position of the Company at 31 December 2014 was \$878,217 (30 June 2014: net working capital surplus of \$1,409,510). Cash outflows from operations of the Company at 31 December 2014 were \$26,939 (31 December 2013: \$2,619,200) and the net movement in cash held during the half year was a decrease of \$70,049 (31 December 2013: \$916,364).

The ability of the Company to continue to pay its debts as and when they fall due is dependent upon the Company raising additional share capital and/or debt funding.

These conditions indicate a material uncertainty that may cast significant doubt about the ability of the Company to continue as a going concern.

The Directors have prepared a cash flow forecast, which indicates that the Company will have sufficient cash flows to meet all commitments and working capital requirements for the 12 month period from the date of signing this financial report.

The Directors believe it is appropriate to prepare these accounts on a going concern basis because:

- Since 31 December 2014, the Company has settled short term borrowings of \$470,000, through existing cash reserves and the securement of debt funding of \$400,000 that is payable on 4 May 2015 with interest charges of \$80,000 (Refer Note 2);
- The Directors have an appropriate plan to raise additional funds in the immediate future, as well as when required. In light of the Company's current projects, the Directors believe that the additional capital required can be raised in the market;
- The Directors intend to prepare and lodge a Research & Development rebate for the 2015 financial year; and
- The Directors have an appropriate plan to contain certain operating and exploration expenditure if appropriate funding is unavailable.

Should the Company not be successful in its planned capital raisings, it may be necessary to sell some of its assets, farm out exploration projects, or reduce exploration expenditure by various methods including surrendering less prospective tenements. Although the Directors believe that they will be successful in these measures, if they are not, the Company may be unable to continue as a going concern and therefore may be unable to realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

CLASSIC MINERALS LTD

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NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2014

2. SUBSEQUENT EVENTS

On 4 March 2015, the Company received an additional short-term loan of \$400,000 from one of its shareholders. Part of the proceeds from this loan were used to repay existing debt. Repayment date of the loan is 4 May 2015, with interest payable of \$80,000 and 3,000,000 shares to be issued to the lender.

There are no other matters or circumstances that have arisen since the end of the half year which will significantly affect, or may significantly affect, the state of affairs of the reporting entity in future periods.

3. OPERATING SEGMENTS

The company has one operating segment this 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.

The Company operates in one operating and geographic segment being mineral exploration, and evaluation in Western Australia for the half-year periods ended 31 December 2013 and 31 December 2014.

4. TRADE AND OTHER RECEIVABLES

	\$
Research & Development Rebate 2012/13 (i)	966,230
Research & Development Rebate 2013/14 (ii)	1,863,968
Refundable Deposit for Marketing Rights paid to Guide Resources Pty Ltd	100,000
Bond and Security Deposits	42,477
Other receivables	82,139
Balance at 30 June 2014:	<u>3,054,814</u>
Movement in the six-month period to 31 December 2014	
Research & Development Rebate for 2012/13 and 2013/14 Received	(2,830,198)
Decrease in trade and other receivables	<u>(95,267)</u>
Balance at 31 December 2014	<u>129,349</u>

- (i) On 9 September 2014, the Company received the Research & Development Rebate for 2012/13 of \$966,230 and \$19,627 in interest income.
- (ii) On 4 November 2014, the Company received the Research & Development Rebate for 2013/14 of \$1,863,968 and \$2,686 in interest income.

CLASSIC MINERALS LTD

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NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

5. PROPERTY, PLANT AND EQUIPMENT

	Plant & Equipment	Motor Vehicle under Hire Purchase	Motor Vehicles, Caravans and Quad Bikes	TOTAL
Gross Carrying Amount	\$	\$	\$	\$
Balance at 30 June 2014	146,476	139,853	244,030	530,359
Additions	11,637	-	12,727	24,364
Disposals	-	-	(17,799)	(17,799)
Balance at 31 December 2014	158,113	139,853	238,958	536,924
Accumulated Depreciation				
Balance at 30 June 2014	71,215	15,296	93,270	179,781
Depreciation expense	12,218	11,677	14,713	38,608
Depreciation Write-back	-	-	-	-
Balance at 31 December 2014	83,433	26,973	107,983	218,389
Net Book Value				
As at 30 June 2014	77,556	124,557	148,465	350,578
As at 31 December 2014	74,680	112,880	130,975	318,535

6. INTANGIBLE ASSETS

	31 December 2014
	\$
Marketing rights:	
Balance at beginning of the period	1,200,000
Impairment loss	(200,000)
Balance at end of the period	<u>1,000,000</u>

The Company has acquired the marketing rights for iron ore in relation to tenement E28/2238 from Guide Resources Pty Ltd. The marketing right grants Classic Minerals Limited the right to sell the iron ore rights in tenement E28/2238 for 30% of the sales proceeds. As at the date of this report, the Directors have decided to recognize an impairment charge of \$200,000 against the value of this asset due to the recent decline in spot prices for iron ore.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

7. BORROWINGS

	31 December 2014 \$	30 June 2014
Current		
Loans from shareholders (i)	470,000	820,000
Loans from Related Parties(ii)	-	9,610
Amount owing to Nex Metals relating to a Due Diligence (iii) transaction	300,000	-
Hire Purchase contract (iv)	23,065	23,066
Balance at end of the period	<u>793,065</u>	<u>852,676</u>
Non-Current		
Hire Purchase contract (iv))	100,846	108,905
Balance at end of the period	<u>100,846</u>	<u>108,905</u>

- (i) Two short-term loans were advanced to the Company by two of its shareholders. As at 31 December 2014 these unsecured loans amounted to \$470,000 (30 June 2014 - \$820,000). Interest accrued on these loans at 10 per cent per month for a term of 1 -2 months. Subsequent to year end, this amount has been fully repaid.
- (ii) All of the short-term loans from Related Parties have been repaid in full.
- (iii) As at 30 June 2014, this amount was classified as part of Trade and Other Payables. The amount owing to Nex Metals includes \$100,000 interest accrued and is due and payable
- (iv) The hire purchase contract is secured by a motor vehicle

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NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2014

8. ISSUED CAPITAL

Shares

The following shares were issued during the half-year reporting period ended 31 December 2014:

	Note	31 December 2014 \$	Number of Shares
At the beginning of the reporting period		11,943,381	247,606,166
Shares issued at 3.5cents (July 2014)		11,667	333,333
Shares issued at 1.6cents (July 2014)		5,227	163,000
Shares issued at 3.97 cents (July 2014)		79,424	2,000,000
Shares issued at 2.9 cents (July 2014)		10,909	375,000
Shares issued at 3.3 cents (August 2014)		60,000	1,818,181
Shares issued at 4.1 cents (August 2014)		5,695	138,913
Shares issued at 4.2 cents (August 2014)		38,000	904,761
Shares issued at 4.4 cents (August 2014)		4,400	100,000
Shares issued at 3.5 cents (August 2014)		2,913	83,228
Shares issued at 3.0 cents (October 2014)		100,000	3,333,333
Shares issued at 3.2 cents (October 2014)		32,000	1,000,000
Shares issued at 2.0 cents (October 2014)		1,822	91,080
Shares issued at 2.2 cents (October 2014)		66,000	3,000,000
Shares issued at 4.0 cents (October 2014)		142,182	4,739,400
Shares issued at 2.3 cents (October 2014)		7,590	330,000
Shares issued at 2.4 cents (October 2014)		22,200	915,000
Shares issued at 1.8 cents (December 2014)		18,000	1,000,000
At the end of the reporting period		12,551,411	267,931,395

Options

As at 31 December 2014, the Company had 101,137,607 options on issue. These Options are exercisable on or before 30 June 2015.

9. FINANCIAL INSTRUMENTS

The Company's financial instruments consist of trade and other receivable and trade and other payables. These financial instruments are measured at amortised cost, less any provision for non-recovery. The carrying amount of the financial assets and liabilities approximate their fair value.