

INVESTIGATOR RESOURCES LIMITED

ABN 90 115 338 979

HALF YEAR FINANCIAL REPORT

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

**INVESTIGATOR
RESOURCES
LIMITED**



CORPORATE DIRECTORY

DIRECTORS

R. Marshall OBE - Chairman
J. A. Anderson - Managing Director
D.G. Jones - Non-Executive Director
B. E. Foy - Non-Executive Director

AUSTRALIAN BUSINESS NUMBER

90 115 338 979

COMPANY SECRETARY

Peter Harding-Smith

ASX Code: IVR

REGISTERED OFFICE

Suite 48, Level 3, Benson House
2 Benson Street
Toowong Qld 4000
Website: www.investres.com.au

SHARE REGISTRY

Computershare Limited
117 Victoria Street
West End QLD 4101

SOLICITORS

HopgoodGanim
Level 8, Waterfront Place
1 Eagle Street
Brisbane Qld 4000

AUDITOR

Grant Thornton Audit Pty Ltd
Level 18, King George Central
145 Ann Street
Brisbane Qld 4000

| Content | Page |
|--|-------------|
| Directors' Report | 3 |
| Auditor's Independence Declaration | 5 |
| Consolidated Statement of Comprehensive Income | 6 |
| Consolidated Statement of Financial Position | 7 |
| Consolidated Statement of Changes in Equity | 8 |
| Consolidated Statement of Cash Flow | 9 |
| Notes to the Financial Statements | 10 |
| Competent Persons Statement | 13 |
| Directors' Declaration | 14 |
| Independent Auditor's Review Report | 15 |

INVESTIGATOR RESOURCES LIMITED

and its controlled entities

ABN 90 115 338 979

DIRECTORS' REPORT

Your Directors submit their report for the half year ended 31 December 2015.

Directors

The names of the Company's Directors in office during the half year and until the date of this report are set out below. All Directors held office for the whole of the period.

R. Marshall OBE - Chairman
J. A. Anderson - Managing Director
D.G. Jones - Non-Executive Director
B. E. Foy - Non-Executive Director

Review of Operations

The Company recorded a surplus for the half year ended 31 December 2015 of \$1,223,114 (2014: \$1,341,992).

The surplus resulted from \$1,920,805 in tax refunds, one received and another lodged but yet to be received, under the Federal Government's Research and Development ("R&D") Tax Incentive program. The refund was for expenditure in relation to experimental work conducted as part of the Company's on-going studies of the nature of the geology and the mineral potential of the Company's tenements in the Uno Province, in South Australia.

During the period the Company incurred some \$1.3 million on exploration activities at the Company's tenements.

The main activities during the half year included:

- Completion of the upgraded Paris Resource estimate; 8.8Mt @ 116g/t silver (50g/t silver cut-off), containing 33Moz silver.
- Extensive review work was undertaken on improving the Paris deposit geological understanding, resulting in the application of a more appropriate geostatistical method for the Paris deposit style.
- Further drilling at Nankivel and Peterlumbo Hill prospects, confirmed skarn and porphyry copper discovery opportunities in the broader Paris minerals system.
- A review of historical drilling results identified nickel sulphide potential in widespread basement ultramafics at the Diomedes prospect, near Paris.
- A detailed magnetic and gravity geophysical survey was flown over the eastern portion of the Morgans tenement, including the 12 Mile prospect to assess the Uno Fault, sub-parallel east-west epithermal veins cutting the basement and associated small bodies of high-level Hiltaba Granite for silver and copper targets. The survey also enabled the assessment of magnetic targets associated with the proposed Archaean basement.
- Mapping and sampling of outcrop and float continued, with targeting guided by soil geochemistry, at the Thurlga JV tenement. Geophysics analysis has identified a number of conductive and resistive bodies in the northern area, within or near to the Uno Fault.
- Significant tenement applications submitted for new copper and nickel prospective areas highlighted by breakthrough magnetotelluric geophysical research. The research indicates a possible deep metal corridor connecting the Olympic Dam IOCG belt with the Uno Province. The new applications are in the geological terrain known as the Stuart Shelf

where the new concept has revitalised the copper potential both in the cover and for undiscovered IOCG deposits in the underlying basement.

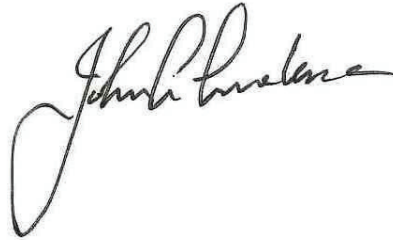
Auditor Independence

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is attached.

Signed in accordance with a resolution of the Directors.

Handwritten signature of R Marshall in black ink.

R Marshall OBE
Chairman
Brisbane
23 February 2015

Handwritten signature of J A Anderson in black ink.

J A Anderson
Managing Director

Level 18
King George Central
145 Ann Street
Brisbane QLD 4000
Correspondence to:
GPO Box 1008
Brisbane QLD 4001

T + 61 7 3222 0200
F + 61 7 3222 0444
E info.qld@au.gt.com
W www.grantthornton.com.au

**Auditor's Independence Declaration
To The Directors of Investigator Resources Limited**

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the review of Investigator Resources Limited for the half-year ended 31 December 2015, I declare that, to the best of my knowledge and belief, there have been:

- a No contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- b No contraventions of any applicable code of professional conduct in relation to the review.



GRANT THORNTON AUDIT PTY LTD
Chartered Accountants



CDJ Smith
Partner - Audit & Assurance

Brisbane, 23 February 2016

Grant Thornton Audit Pty Ltd ACN 130 913 594
a subsidiary or related entity of Grant Thornton Australia Ltd ABN 41 127 556 389

'Grant Thornton' refers to the brand under which the Grant Thornton member firms provide assurance, tax and advisory services to their clients and/or refers to one or more member firms, as the context requires. Grant Thornton Australia Ltd is a member firm of Grant Thornton International Ltd (GTIL). GTIL and the member firms are not a worldwide partnership. GTIL and each member firm is a separate legal entity. Services are delivered by the member firms. GTIL does not provide services to clients. GTIL and its member firms are not agents of, and do not obligate one another and are not liable for one another's acts or omissions. In the Australian context only, the use of the term 'Grant Thornton' may refer to Grant Thornton Australia Limited ABN 41 127 556 389 and its Australian subsidiaries and related entities. GTIL is not an Australian related entity to Grant Thornton Australia Limited.

Liability limited by a scheme approved under Professional Standards Legislation. Liability is limited in those States where a current scheme applies.

INVESTIGATOR RESOURCES LIMITED
and its controlled entities
ABN 90 115 338 979
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME
for the half year ended 31 December 2015

| | Note | Consolidated | |
|---|------|------------------|------------------|
| | | 2015 | 2014 |
| | | \$ | \$ |
| Revenue | 2 | 30,546 | 54,072 |
| Administrative expenses | 2 | (363,864) | (486,517) |
| Employee benefit expenses | 2 | (347,654) | (433,265) |
| Exploration and evaluation expenditure written off | 2 | (16,719) | (94,548) |
| Loss before income tax expense | | (697,691) | (960,258) |
| Income tax (expense)/income | | 1,920,805 | 2,302,250 |
| Profit attributable to members of the company | | 1,223,114 | 1,341,992 |
| Other comprehensive income for the period, net of tax | | - | - |
| Total comprehensive income for the year attributable to the members of the company | | 1,223,114 | 1,341,992 |
| Basic earnings per share (cents per share) | | 0.26 | 0.30 |
| Diluted earnings per share (cents per share) | | 0.26 | 0.30 |

The accompanying notes form part of this financial report

INVESTIGATOR RESOURCES LIMITED
and its controlled entities
 ABN 90 115 338 979
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
as at 31 December 2015

| | Note | Consolidated 31 December 2015 \$ | 30 June 2015 \$ |
|--------------------------------------|------|---|-----------------------|
| CURRENT ASSETS | | | |
| Cash and cash equivalents | 3 | 1,705,978 | 2,588,279 |
| Receivables | 4 | 963,637 | 17,225 |
| Inventories | | 12,866 | 9,984 |
| Total Current Assets | | 2,682,481 | 2,615,488 |
| NON CURRENT ASSETS | | | |
| Exploration and evaluation assets | | 28,479,270 | 27,162,744 |
| Property plant and equipment | | 158,601 | 232,195 |
| Other financial assets | | 31,415 | 31,465 |
| Total Non-Current Assets | | 28,669,286 | 27,426,404 |
| TOTAL ASSETS | | 31,351,767 | 30,041,892 |
| CURRENT LIABILITIES | | | |
| Trade and other payables | | 150,092 | 132,189 |
| Employee benefit provisions | | 226,659 | 209,795 |
| Total Current Liabilities | | 376,751 | 341,984 |
| NON CURRENT LIABILITIES | | | |
| Employee benefit provisions | | 126,229 | 107,566 |
| Total Non-Current Liabilities | | 126,229 | 107,566 |
| TOTAL LIABILITIES | | 502,980 | 449,550 |
| NET ASSETS | | 30,848,787 | 29,592,342 |
| EQUITY | | | |
| Contributed equity | | 44,937,503 | 44,937,503 |
| Share option reserve | | 900,070 | 866,739 |
| Accumulated losses | | (14,988,786) | (16,211,900) |
| TOTAL EQUITY | | 30,848,787 | 29,592,342 |

The accompanying notes form part of this financial report

INVESTIGATOR RESOURCES LIMITED
and its controlled entities
 ABN 90 115 338 979
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the half year ended 31 December 2015

| | Note | Share Capital | Consolidated Accumulated Losses | Share Option Reserve | Total |
|--|------|-------------------|---------------------------------------|----------------------------|-------------------|
| | | \$ | \$ | | \$ |
| 2014 | | | | | |
| Balance at 1 July 2014 | | 42,176,482 | (13,891,324) | 747,795 | 29,032,953 |
| Transactions with owners | | | | | |
| - Shares issued during the period (net of costs) | | 2,761,022 | - | - | 2,761,022 |
| - Options issued to key management personnel | | - | - | 34,515 | 34,515 |
| - Options issued to employees | | - | - | 33,459 | 33,459 |
| Comprehensive income | | - | 1,341,992 | - | 1,341,992 |
| Balance at 31 December 2014 | | 44,937,504 | (12,549,332) | 815,769 | 33,203,941 |
| 2015 | | | | | |
| Balance at 1 July 2015 | | 44,937,503 | (16,211,900) | 866,739 | 29,592,342 |
| Transactions with owners | | | | | |
| - Options issued to employees | | - | - | 33,331 | 33,331 |
| Comprehensive income | | - | 1,223,114 | - | 1,223,114 |
| Balance at 31 December 2015 | | 44,937,503 | (14,988,786) | 900,070 | 30,848,787 |

The accompanying notes form part of this financial report

INVESTIGATOR RESOURCES LIMITED
and its controlled entities
ABN 90 115 338 979
CONSOLIDATED STATEMENT OF CASH FLOWS
for the half year ended 31 December 2015

| | Note | Consolidated | |
|--|----------|--------------------|--------------------|
| | | 2015 | 2014 |
| | | \$ | \$ |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Interest received | | 33,397 | 39,084 |
| Research and development grant | | 968,670 | 2,302,250 |
| Payments to suppliers and employees | | (545,067) | (823,441) |
| Net cash provided by (used in) operating activities | | 457,000 | 1,517,893 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Exploration and evaluation expenditure | | (1,339,301) | (2,159,094) |
| Purchase of property plant and equipment | | - | - |
| Proceeds from disposal of property plant and equipment | | - | 37,727 |
| Net cash provided by (used in) investing activities | | (1,339,301) | (2,121,367) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Proceeds from issue of shares | | - | 2,476,093 |
| Costs associated with share issue | | - | (158,807) |
| Net cash provided by (used in) financing activities | | - | 2,317,286 |
| Net increase / (decrease) in cash and cash equivalents during the period | | (882,301) | 1,713,812 |
| Cash and cash equivalents at beginning of period | | 2,588,279 | 2,931,300 |
| Cash and cash equivalents at end of period | 3 | 1,705,978 | 4,645,112 |

The accompanying notes form part of this financial report

INVESTIGATOR RESOURCES LIMITED
and its controlled entities
ABN 90 115 338 979
NOTES TO THE FINANCIAL STATEMENTS
for the half year ended 31 December 2015

1. Basis of preparation of half-year Financial Report

This general purpose financial report for the half-year reporting period ended 31 December 2015 has been prepared in accordance with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Act 2001.

This half-year financial Report does not include all the notes of the type normally included in 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 consolidated entity as the full financial report. Accordingly, this half-year financial report is to be read in conjunction with the annual financial report for the year ended 30 June 2015 and any public announcements made by Investigator Resources Ltd during the half-year reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The same accounting policies and methods of computation have generally been followed in this half-year financial report as compared with the most recent annual financial report.

a. Going Concern

The half-year report has been prepared on a going concern basis which contemplates the continuity of normal business activities and the realisation of assets and discharge of liabilities in the ordinary course of business. The ability of the Company to continue to adopt the going concern assumption will depend upon a number of matters including the successful raising in the future of necessary funding through debt, equity or farm-out, or the successful exploration and subsequent exploitation of the Company's tenements. In the absence of these matters being successful, there exists a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern with the result that the Company may have to realise its assets and extinguish its liabilities other than in the ordinary course of business, and at amounts different from those stated in the financial report. No adjustments for such circumstances have been made in the financial report.

b. Comparatives

When required by Accounting Standards, comparatives have been adjusted to conform to changes in presentation for the current financial half-year.

c. New and amended accounting standards

New and revised standards have been issued by the AASB and are effective for the half-year; however there are no material changes to the policies that affect measurement of the results or financial position of the consolidated entity.

d. Fair values

The fair values of the consolidated entity's financial assets and liabilities approximate their carrying value. No financial assets or liabilities are readily traded on organised markets in standardised form.

INVESTIGATOR RESOURCES LIMITED
and its controlled entities
 ABN 90 115 338 979
NOTES TO THE FINANCIAL STATEMENTS
for the half year ended 31 December 2015

| Consolidated | |
|---|---|
| Half year ended 31 December 2015 | Half year ended 31 December 2014 |
| \$ | \$ |

2. Revenue and expenses

The following revenue and expense items are relevant in explaining the financial performance for the period:

Revenue and other income

| | | |
|---------------------------------------|---------------|---------------|
| Interest received from other persons | 30,546 | 54,072 |
| Total revenue and other income | 30,546 | 54,072 |

Administrative expenses include

| | | |
|---|----------------|----------------|
| Audit and accounting fees | 27,946 | 16,502 |
| Company secretarial fees | 25,000 | 60,000 |
| Depreciation | 73,594 | 95,678 |
| (Profit) / loss on disposal of property plant & equipment | - | (12,207) |
| Directors fees | 92,033 | 97,594 |
| Insurance and legal | 27,406 | 4,300 |
| Minimum lease rental payments | 44,688 | 45,247 |
| Office expenses | 37,616 | 71,253 |
| Shareholder communications and company promotion | 50,833 | 119,850 |
| Other expenses | 46,111 | 55,012 |
| Administration expenses charged to exploration | (61,363) | (66,713) |
| Total administrative expenses | 363,864 | 486,517 |

Employee benefit expenses include

| | | |
|--|----------------|----------------|
| Benefits provided to employees | 883,391 | 969,926 |
| Charged to exploration and evaluation projects | (569,068) | (604,635) |
| Employee options expense | 33,331 | 67,974 |
| Total employee benefits expense | 347,654 | 433,265 |

Exploration and evaluation expenditures written off include:

| | | |
|--|---------------|---------------|
| Incurred in current year | 16,719 | 45,756 |
| Impairment of expenditure capitalised in prior years | - | 48,792 |
| Exploration and evaluation expenses written off | 16,719 | 94,548 |

INVESTIGATOR RESOURCES LIMITED
and its controlled entities
 ABN 90 115 338 979
NOTES TO THE FINANCIAL STATEMENTS
for the half year ended 31 December 2015

3. Cash and Cash Equivalents

| | 31 December 2015 | 30 June 2015 |
|--------------------------|-----------------------------|-------------------------|
| | \$ | \$ |
| Cash at bank and on hand | 1,705,978 | 2,588,279 |

4. Receivables

| | | |
|--------------------------|----------------|---------------|
| Other Receivables | 11,500 | 17,225 |
| R&D Receivable | 952,137 | - |
| Total Receivables | 963,637 | 17,225 |

R&D Receivable relates the lodgement of a R&D Tax Incentive claim made December 2015.

5. Share Capital

During the six months to 31 December 2015, there has been no movement in share capital.

In July 2014, the Company announced that it had agreed to acquire Peterlumbo Joint Venture (PJV) partner Mega Hindmarsh's (Mega's), interest in the PJV. Consideration for the acquisition was the issue of 12,011,569 shares in the Company escrowed for 12 months. The transaction was completed on 14 July 2014.

On 30 July 2014, the Company issued a prospectus to raise up to \$3,237,176 by offering the remaining Rights Issue Shortfall arising from the non-renounceable 2:5 Rights Issue prospectus lodged with ASIC on 29 April 2014 and comprising up to 80,929,404 New Shares with 1 New Option for every 1 New Share allotted. New Shares were issued at a price of \$0.04 per New Shares with each New Option being exercisable at \$0.10 per share and expiring on 31 March 2017. The Offer closed on 7 August 2014 following which 61,902,318 New Shares and Options were issued and \$2,476,093 was raised (before costs of the issue).

6. Interests in Joint Operations and Farm-in Arrangements

The following changes in joint operations and farm-in arrangements occurred in the six months ended 31 December 2015.

The Company continues exploration activities on the Thurlga tenement (EL5419), towards earning a 75% equity interest in the Joint Venture through the total expenditure of A\$750,000 by 30 June 2017.

At the date of this report, the Company has no other interest in joint operations or farm-in arrangements.

INVESTIGATOR RESOURCES LIMITED
and its controlled entities
ABN 90 115 338 979
NOTES TO THE FINANCIAL STATEMENTS
for the half year ended 31 December 2015

7. Expenditure Commitments and Contingent Liabilities

Other than as disclosed in this report, there were no significant changes to the commitments and contingencies disclosed in the most recent annual financial report.

8. Subsequent Events

In February 2016 Investigator Resources received its R&D Tax Incentive claim of \$952,137. This amount had been recognised as a receivable at 31 December 2015.

Apart from the above matter, no other matters or circumstances have arisen since 31 December 2015, which significantly affect or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in subsequent financial years.

Competent Persons Statements

The information in this report that relates to Exploration Results is based on information compiled by Mr John Anderson, a Competent Person who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Anderson is a full-time employee of the Company. Mr Anderson has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Anderson consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information that relates to the Mineral Resource Estimates at the Paris Silver Project is extracted from the report entitled 'Updated Paris Resource Estimate' dated 9 November 2015 and is available to view on www.asx.com.au.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Forward Looking Statement

Statements regarding plans with respect to the Company's mineral properties are forward-looking statements. There can be no assurance that the Company's plans for development of its mineral properties will proceed as currently expected. There can also be no assurance that the Company will be able to confirm the presence of additional mineral deposits, that any mineralisation will prove to be economic or that a mine will successfully be developed on any of the Company's mineral properties.

INVESTIGATOR RESOURCES LIMITED

and its controlled entities

ABN 90 115 338 979

DIRECTORS' DECLARATION

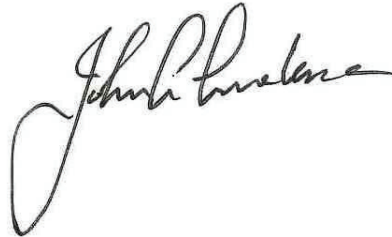
The Directors of the Company declare that:

1. The financial statements and notes:
 - 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 2015 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.



R Marshall OBE
Chairman



J A Anderson
Managing Director

Brisbane
23 February 2016

Level 18
King George Central
145 Ann Street
Brisbane QLD 4000
Correspondence to:
GPO Box 1008
Brisbane QLD 4001

T + 61 7 3222 0200
F + 61 7 3222 0444
E info.qld@au.gt.com
W www.grantthornton.com.au

Independent Auditor's Review Report To the Members of Investigator Resources Limited

We have reviewed the accompanying half-year financial report of Investigator Resources Limited ("Company"), which comprises the consolidated financial statements being the statement of financial position as at 31 December 2015, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising other explanatory information and the directors' declaration of the consolidated entity, comprising both the Company and the entities it controlled at the half-year's end or from time to time during the half-year.

Directors' responsibility for the half-year financial report

The directors of Investigator Resources Limited 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 controls 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 consolidated half-year financial report based on our review. We conducted our review in accordance with the Auditing Standard on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the Investigator Resources Limited consolidated entity's financial position as at 31 December 2015 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 Investigator Resources Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

Grant Thornton Audit Pty Ltd ACN 130 913 594
a subsidiary or related entity of Grant Thornton Australia Ltd ABN 41 127 556 389

'Grant Thornton' refers to the brand under which the Grant Thornton member firms provide assurance, tax and advisory services to their clients and/or refers to one or more member firms, as the context requires. Grant Thornton Australia Ltd is a member firm of Grant Thornton International Ltd (GTIL). GTIL and the member firms are not a worldwide partnership. GTIL and each member firm is a separate legal entity. Services are delivered by the member firms. GTIL does not provide services to clients. GTIL and its member firms are not agents of, and do not obligate one another and are not liable for one another's acts or omissions. In the Australian context only, the use of the term 'Grant Thornton' may refer to Grant Thornton Australia Limited ABN 41 127 556 389 and its Australian subsidiaries and related entities. GTIL is not an Australian related entity to Grant Thornton Australia Limited.

Liability limited by a scheme approved under Professional Standards Legislation. Liability is limited in those States where a current scheme applies.

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 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 Investigator Resources Limited is not in accordance with the Corporations Act 2001, including:

- a giving a true and fair view of the consolidated entity's financial position as at 31 December 2015 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 regarding going concern

Without qualification to the conclusion expressed above, we draw attention to Note 1 to the financial statements, which indicates that the Company is dependent on successful future capital raising, external debt funding or finding a farm-in partner in order to be able to continue successful exploration and subsequent exploitation of the Company's tenements. These conditions, along with other matters as set forth in Note 1, indicate the existence of a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern and therefore, the Company may be unable to realise its assets and discharge its liabilities in the normal course of business, and at the amounts stated in the financial report.



GRANT THORNTON AUDIT PTY LTD
Chartered Accountants



CDJ Smith
Partner - Audit & Assurance

Brisbane, 23 February 2016