

MGI SINGAPORE PAC
CHARTERED ACCOUNTANTS, SINGAPORE
(Company Regn. No. 200606965Z)

**ASAPLUS RESOURCES LIMITED
AND ITS SUBSIDIARIES
(ARBN 158 717 492)
(Incorporated in Singapore)**

Interim Financial Report
For the six months ended
30 September 2016

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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 31 March 2015 and any public announcements made by Asaplus Resources Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Australian Securities Exchange ("ASX") Listing Rules.

**ASAPLUS RESOURCES LIMITED AND ITS SUBSIDIARIES
DIRECTORS' REPORT
INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2016**

The Directors present their report and the interim financial statement of Asaplus Resources Limited (the "Company") and its controlled entities (together the "Group") for the six months ended 30 September 2016.

DIRECTORS

The Directors of the Company in office during the period were as follows:

<u>Name</u>	<u>Particulars</u>
Ir Che Mohamed Hussein Bin Mohamed Shariff	Independent Non-executive Director, Chairman
LAU Eng Foo (Andy)	Executive Director
Dominic LIM Kian Gam	Independent Non-executive Director

REVIEW OF OPERATIONS

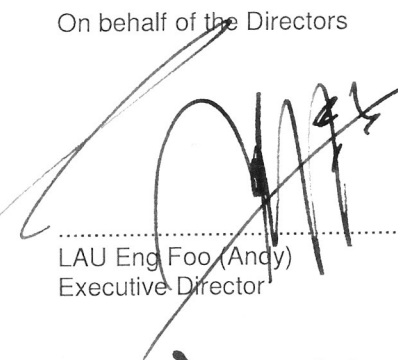
While Asaplus Resources Limited (ASX Code: AJY) and its subsidiaries has not commenced commercial operations, its newly incorporated subsidiary Xiamen Hongji Mining Co., Limited has acquired the mining licence to the Beikeng Mine. This is the major contributing factor for the consolidated net loss reported for this reporting period.

MATTERS SUBSEQUENT TO THE END OF THE REPORTING PERIOD

No matter or circumstance has arisen since 30 September 2016 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial periods.

This directors' report is signed in accordance with a resolution of the Board of Directors.

On behalf of the Directors


.....
LAU Eng Foo (Andy)
Executive Director


.....
Ir Che Mohamed Hussein Bin Mohamed Shariff
Independent Non-executive Chairman

Dated: 9 December 2016

ASAPLUS RESOURCES LIMITED AND ITS SUBSIDIARIES
STATEMENT BY DIRECTORS
INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2016

In the opinion of the Directors, the accompanying consolidated statement of financial position, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows, together with notes thereon, are drawn up so as to give a true and fair view of the state of affairs of the Company and of the Group as at 30 September 2016 and of the results of the business, changes in equity and cash flows of the Group for the six month period ended on that date and as at the date of this statement there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

On behalf of the Directors



.....
LAU Eng Foo (Andy)
Executive Director



.....
Ir Che Mohamed Hussein Bin Mohamed Shariff
Independent Non-executive Chairman

Dated: 9 December 2016

MGI SINGAPORE PAC
CHARTERED ACCOUNTANTS, SINGAPORE
(Company Regn. No. 200606965Z)

Review Report to the Members of Asaplus Resources Limited

Introduction

We have reviewed the accompanying consolidated statement of financial position of Asaplus Resources Limited ("the Company") and its subsidiaries ("the Group") as at 30 September 2016, and the related statements of consolidated comprehensive income, consolidated changes in equity and consolidated cash flows for the six months period then ended, and selected explanatory notes. Management is responsible for the preparation and fair presentation of this consolidated interim financial information in accordance with the provisions of the International Financial Reporting Standards. Our responsibility is to express a conclusion on this consolidated interim financial information based on our review.

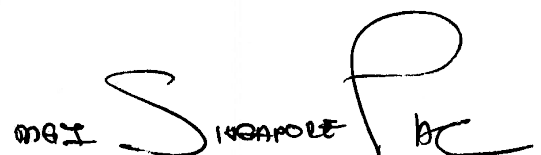
Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, 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 International Standards on Auditing 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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim financial information does not present fairly, in all material respects, the financial position of the Group as at 30 September 2016, and of the Group's financial performance for the six months then ended and its cash flows for the six months then ended in accordance with the International Financial Reporting Standards.

Singapore
9 December 2016



MGI SINGAPORE PAC
Public Accountants and
Certified Public Accountants

ASAPLUS RESOURCES LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION
INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2016

		The Group	
	Notes	30 September 2016	30 September 2015
		A\$	A\$
ASSETS			
Non-Current Assets			
Plant and equipment		190,532	142,273
Exploration and evaluation assets	4	797,338	1,902,496
Goodwill	5	-	-
Total non-current assets		987,870	2,044,769
Current Assets			
Other receivables		1,838,946	2,209,325
Cash and cash equivalents		205,632	582,522
Total current assets		2,044,578	2,791,847
TOTAL ASSETS		3,032,448	4,836,616
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital	6	14,057,100	14,057,100
Accumulated loss		(13,059,893)	(11,674,622)
Foreign currency translation reserve		1,076,808	1,243,479
		2,074,015	3,625,957
Non-controlling interests		(251,668)	125,197
Total equity		1,822,347	3,751,154
Liabilities			
Current Liability			
Other payables		1,210,101	1,085,462
Total liabilities		1,210,101	1,085,462
TOTAL EQUITY AND LIABILITIES		3,032,448	4,836,616

ASAPLUS RESOURCES LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2016

		From 1 April 2016 to 30 September 2016	From 1 April 2015 to 30 September 2015
	Notes	A\$	A\$
Revenue		-	-
Cost of sales		-	-
Gross profit		-	-
Other income		13,539	1,598
Selling and distribution expenses		-	-
Administrative expenses		(184,885)	(233,051)
Impairment loss on Exploration and evaluation assets		-	-
Goodwill impairment		-	-
Other operating expenses		(82,751)	(79,859)
Loss before tax		(311,312)	(311,312)
Income tax expense		-	(8,258)
Total comprehensive loss for the financial period		(254,097)	(319,570)
Attributable to:			
Owners of the Company		(248,663)	(312,383)
Non-controlling interests		(5,434)	(7,187)
Loss per share			
Basic loss per share (cents)	7	(0.002)	(0.004)
Diluted loss per share (cents)	7	(0.002)	(0.004)

ASAPLUS RESOURCES LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2016

	Share capital	Accumulated losses attributable to Owners of the Company	Foreign currency translation reserve	Non- controlling interests	Total equity
	A\$	A\$	A\$	A\$	A\$
At 01.04.2016	14,057,100	(12,811,230)	981,140	(246,234)	1,980,776
Loss for the period	-	(248,663)	-	(5,434)	(254,097)
Effects of foreign exchange translations	-	-	95,668	-	95,668
Total comprehensive income for the period	14,057,100	(13,059,893)	1,076,808	(251,668)	1,822,347
At 30.09.2016	14,057,100	(13,059,893)	1,076,808	(251,668)	1,822,347

	Share capital	Loss for the period	Foreign currency translation reserve	Non- controlling interests	Total equity
	A\$	A\$	A\$	A\$	A\$
At 01.04.2015	14,057,100	(11,362,239)	1,043,130	(8,394)	3,729,597
Profit for the period	-	(312,383)	-	(7,187)	(319,570)
Comprehensive income for the period	-	-	200,349	-	200,349
Total comprehensive income for the period	14,057,100	(11,674,622)	1,243,479	(15,581)	3,610,376
Non-controlling interest arising on business combination	-	-	-	140,778	140,778
At 30.09.2015	14,057,100	(11,674,622)	1,243,479	125,197	3,751,154

ASAPLUS RESOURCES LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENT OF CASH FLOWS
INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2016

	From 1 April 2016 to 30 September 2016	From 1 April 2015 to 30 September 2015
	A\$	A\$
Cash flow from operating activities		
Loss before taxation	(254,097)	(11,232,867)
Adjustments for:		
Depreciation of plant and equipment	21,058	31,490
Impairment loss on exploration and evaluation assets	-	951,229
Impairment loss on goodwill	-	9,988,661
Unrealised foreign exchange (loss)/gain	219,936	114,102
Operating cash flow before movements in working capital	(13,103)	(147,385)
Decrease/(Increase) in other receivables	370,379	(712,688)
Increase in other payables	124,639	560,760
Net cash generated/(used in) operating activities	481,915	(299,313)
Cash flows from investing activities		
Exploration expenditure	(7,844)	-
Purchase of plant and equipment	(1,887)	-
Purchase of mining equipment	(111,546)	-
Net cash (outflow)/inflow from acquisition of subsidiaries	(371,260)	273,495
Net cash (used in) investing activities	(492,537)	273,495
Net (decrease) in cash and bank balances	(10,622)	(25,818)
Cash and cash equivalents at the beginning of the period	216,254	1,105,287
Cash and cash equivalents at the end of the period	205,632	1,079,469

ASAPLUS RESOURCES LIMITED AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2016

1. NATURE OF OPERATIONS

The interim financial report of Asaplus Resources Limited (“the Company”) and its subsidiaries (“the Group”) for the period ended 30 September 2016 was authorised for issue in accordance with a resolution of the Directors on the date of the Statement by Directors.

The principal activities of the Company and the Group comprise the following:

- exploration, mining and marketing of iron ore
- investment holdings
- trading of copper strips
- evaluation and assessment of strategic investment and project opportunities
- consulting services

2. GENERAL INFORMATION AND BASIS OF PREPARATION

The interim consolidated financial statements are for the six months ended 30 September 2016 and are presented in Australian Dollars which is the Company’s functional currency. They have been prepared in accordance with IAS 34 *Interim Financial Reporting*. They do not include all of the information required in annual financial statements in accordance with IFRS, and should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 March 2016.

Asaplus Resources Limited is the Group’s ultimate parent company. The Company was incorporated under the laws of Singapore as a public company limited by shares on 24 April 2012 and was registered as a foreign company in Australia on 22 June 2012.

The Company was listed on the Australian Securities Exchange on 16 November 2012. The registered office of the Company in Singapore is located at 21 Bukit Batok Crescent, #15-74 WCEGA Tower, Singapore 658065.

ASAPLUS RESOURCES LIMITED AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2016

3. SIGNIFICANT ACCOUNTING POLICIES

The interim consolidated financial statements have been prepared in accordance with the accounting policies adopted on the last annual financial statements for the year ended 31 March 2016, except for the adoption of the following accounting standards that became effective from 1 January 2016:

Amendments to IAS 19	Employee Benefits
Amendments to IAS 27	Separate Financial Statements
Amendments to IAS 28	Investments in Associates and Joint Ventures
Amendments to IAS 34	Interim Financial Reporting
Amendments to IAS 38	Intangible Assets
Amendments to IAS 41	Agriculture
Amendments to IFRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendments to IFRS 7	Financial Instruments: Disclosures
Amendments to IFRS 8	Operating Segments
Amendments to IFRS 9	Consolidated Financial Statements
Amendments to IFRS 11	Joint Arrangements
Amendments to IFRS 12	Disclosure of Investments in Other Entities
Amendment to IFRS 14	Regulatory Deferral Accounts
Improvements to IFRSs 2014	Consolidated financial statements

The adoption of these new or amended IFRSs and IAS, where relevant to the Group, did not result in substantial changes to the Group's accounting policies or any significant impact on the Group's financial statements.

4. EXPLORATION AND EVALUATION EXPENDITURE

	Six Months Ended	Six Months Ended
	30 September 2016	30 September 2015
	A\$	A\$
Balance at beginning of the period	816,160	951,229
- Expenditure incurred in the period	7,844	-
- Foreign exchange differences	(76,666)	47,892
Impairment loss	-	(999,121)
Total exploration and evaluation expenditure	797,338	-

Exploration and evaluation assets comprise the cost of obtained Exploration Licence in relation to the Silverstone Project and related cost of search for mineral resources, the determination of technical feasibility and the assessment of the commercial viability of an identified resource.

ASAPLUS RESOURCES LIMITED AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2016

5. GOODWILL

	Six Months Ended 30 September 2016 A\$	Six Months Ended 30 September 2015 A\$
Balance at beginning of the period	9,988,661	9,988,661
Impairment loss	<u>(9,988,661)</u>	<u>(9,988,661)</u>
Balance at end of the period	<u>-</u>	<u>-</u>

The goodwill comprises the value of Exploration Licence to the Silverstone Project held by Datian Silverstone Mining Co., Ltd, which is a wholly-owned subsidiary within the Yong Heng Group.

Goodwill is allocated to cash-generating units which are based on the Group's reporting segments:

	Six Months Ended 30 September 2016 A\$	Year Ended 30 September 2015 A\$
Mining	<u>-</u>	<u>-</u>

6. ISSUED CAPITAL

	30 September 2016 A\$	30 September 2015 A\$
<u>Ordinary share</u>		
Issued and fully paid	14,565,000	14,565,000
Capital raising fee	<u>(507,900)</u>	<u>(507,900)</u>
	14,057,100	14,057,100
	Number Issued	Total Share Price
<u>Movements in ordinary shares on issue</u>		
1 October 2014	88,000,000	14,057,100
30 September 2015	<u>88,000,000</u>	<u>14,057,100</u>

ASAPLUS RESOURCES LIMITED AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2016

7. LOSS PER SHARE

The calculations of the basic and diluted loss per share attributable to owners of the Company are based on the following data:

	From 1 April 2016 to 30 September 2015 A\$	From 1 April 2015 to 30 September 2015 A\$
Loss		
Net loss attributable to owners of the Company	(248,663)	(312,383)
Number of shares		
Weighted average number of ordinary shares for the purpose of basic earnings per share	88,000,000	88,000,000
Effect of dilutive potential ordinary shares in respect of share options	-	-
Weighted average number of ordinary shares for the purpose of diluted earnings per share	88,000,000	88,000,000

8. DIVIDEND

There were no dividends declared or paid during the six months period ended 30 September 2016.

9. NET TANGIBLE ASSET BACKING PER SECURITY

	30 September 2016 A\$	30 September 2015 A\$
Net assets	3,032,448	3,751,154
<i>Less intangible assets:</i>		
Goodwill	-	-
Exploration expenses	(797,338)	-
Net tangible assets	2,235,110	3,751,154
Number of issued ordinary shares	88,000,000	88,000,000
Net tangible asset backing per ordinary security	2.53 cents	4.26 cents

ASAPLUS RESOURCES LIMITED AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2016

10. DETAILS OF CONTROLLED ENTITIES OVER WHICH CONTROL HAS BEEN GAINED OR LOSS DURING THE PERIOD

There were no gain or loss in controlled entities.

11. DETAILS OF INVESTMENT IN CONTROLLED ENTITIES DURING THE PERIOD

During the financial period, the Company's subsidiary Datian Huixiang Investments Consulting Co., Ltd further invested Rmb 1,710,000 in the share capital of the subsidiary company, Datian Hongji Mining Co., Ltd ("Hongji Mining").

The Group's has an 80% interest in Hongji Mining, although it is the registered holder of 90% of its share capital. The Group holds the balance 10% interest in Hongji Mining as bare custodian for a local partner, and will transfer the aforesaid 10% interest to the local partner at nil consideration at any time it is requested to do so by the local partner.

12. RELATED PARTY TRANSACTIONS

During the interim period, Group entities entered into the following transactions with related parties:

Related parties transactions

The were no related party transactions..

Compensation of key management personnel (KMP)

The total remuneration paid to KMP of the Company and the Group during the year is as follows:

	From 1 April 2016 to 30 September 2016	From 1 April 2015 to 30 September 2015
	A\$	A\$
Salary and Short-term employee benefits	14,054	15,518

ASAPLUS RESOURCES LIMITED AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2016

13. SEGMENT REPORTING

The Group identifies its operating segments based on the regular internal financial information reported to the executive Directors for their decisions about resources allocation to the Group's business components and for their review of the performance of those components. The business components in the internal financial information reported to the executive Directors are determined following the Group's major products and services. The Group has identified the following reportable segments:

- Mining - exploration and mining of iron ore
- Trading and consulting service - trading of copper strips and providing consulting service

(a) Segment results, assets and liabilities

	Mining	Trading and consulting service	Others*	Total
From 1 April 2016 to 30 September 2016	A\$	A\$	A\$	A\$
Revenue				
From external customers	-	-	-	-
From other segments	-	-	-	-
Segment revenues	-	-	-	-
Segment operating (loss) before tax	(117,907)	(54,852)	(81,409)	(254,168)
Segment assets	1,376,286	4,337,938	17,890,213	23,604,437
Segment liabilities	1,725,622	1,302,192	4,544,443	7,572,257

	Mining	Trading and consulting service	Others*	Total
From 1 April 2015 to 30 September 2015	A\$	A\$	A\$	A\$
Revenue				
From external customers	-	-	-	-
From other segments	-	-	-	-
Segment revenues	-	-	-	-
Segment operating (loss) before tax	(174,561)	(87,759)	(41,560)	(303,880)
Segment assets	2,354,901	4,806,445	18,437,640	25,598,986
Segment liabilities	2,905,072	1,435,708	4,104,997	8,445,777

* Others relate to the corporate activities of the Company as well as the other operating segments that are not reportable.

ASAPLUS RESOURCES LIMITED AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2016

13. SEGMENT REPORTING – Cont'd

(b) Reconciliations of reportable segment profit or loss, assets and liabilities to its consolidated financial statement:

(loss) before taxation

	From 1 April 2016 to 30 September 2016 A\$	From 1 April 2015 to 30 September 2015 A\$
Reportable segment loss before taxation	(254,168)	(303,880)
Unallocated income/expenses	-	-
	<u>(254,168)</u>	<u>(303,880)</u>

Assets

	From 1 April 2016 to 30 September 2016 A\$	From 1 April 2015 to 30 September 2015 A\$
Segment assets	23,604,437	25,598,986
Elimination of inter-segment assets	(20,571,989)	(20,762,370)
Consolidated assets	<u>3,032,448</u>	<u>4,836,616</u>

Liabilities

	From 1 April 2016 to 30 September 2016 A\$	From 1 April 2015 to 30 September 2015 A\$
Segment liabilities	7,572,257	8,445,777
Elimination of inter-segment liabilities	(6,362,156)	(7,360,315)
Consolidated liabilities	<u>1,210,101</u>	<u>1,085,462</u>

14. CONTINGENT LIABILITIES

There are not contingent liabilities as at the date of these financial statements.

15. EVENT AFTER THE REPORTING DATE

No matter or circumstance has arisen since 30 September 2016 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.