

# **RED HILL IRON LIMITED**

**INTERIM FINANCIAL REPORT**

**FOR THE HALF YEAR ENDED**

**31 DECEMBER 2017**

**ABN 44 114 553 392**

## **CONTENTS**

<b>DIRECTORS' REPORT</b>	<b>1</b>
<b>STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME</b>	<b>3</b>
<b>STATEMENT OF FINANCIAL POSITION</b>	<b>4</b>
<b>STATEMENT OF CHANGES IN EQUITY</b>	<b>5</b>
<b>STATEMENT OF CASH FLOWS</b>	<b>6</b>
<b>NOTES TO THE FINANCIAL STATEMENTS</b>	<b>7</b>
<b>DIRECTORS' DECLARATION</b>	<b>12</b>
<b>AUDITOR'S INDEPENDENCE DECLARATION</b>	<b>13</b>
<b>INDEPENDENT AUDITOR'S REVIEW REPORT</b>	<b>14</b>

# RED HILL IRON LIMITED

## DIRECTORS' REPORT

The directors of Red Hill Iron Limited (Red Hill Iron or the Company) submit their report for the half year ended 31 December 2017.

## DIRECTORS

The names of the Company's directors in office during the half year and until the date of this report are as set out below. Directors were in office for this entire period unless otherwise stated.

Mr Neil Tomkinson	Executive Chairman
Mr Joshua Pitt	Non Executive Director
Mr Garry Strong	Non Executive Director
Mr Mark Okeby	Non Executive Director

## REVIEW AND RESULTS OF OPERATIONS

Red Hill Iron is a ferrous metals gold and base metals explorer whose activities are concentrated on the West Pilbara area of Western Australia.

The Company's operating loss for the half year ended 31 December 2017 was \$246,592 (2016: \$359,286).

### Red Hill Iron Ore Joint Venture

The Company's dominant interest is its 40% interest in the Red Hill Iron Ore Joint Venture (RHIOJV) - an iron ore joint venture based in the West Pilbara area of Western Australia all the costs of which are met by joint venture majority owner, API Management Pty Ltd (APIM), until commercial production commences. This interest is then convertible at Red Hill Iron's election following to a 19% joint venture participating interest or to a 2% Royalty on total RHIOJV production.

The RHIOJV, which is managed by APIM, the management company of the API Joint Venture (participants Baosteel/Aurizon and AMCI/Posco), has identified substantial Channel Iron Deposit (CID) Mineral Resources and Ore Reserves.

The RHIOJV is part of the planned development of the West Pilbara Iron Ore Project (WPIOP) the participants in which are Aquila Resources Ltd, POSCO Corp. and AMCI Inc. The WPIOP aims to develop an iron ore project with an anticipated production rate of 40 million tonnes per annum of CID ores over a 20 year mine life. The majority of ores will be sourced from the RHIOJV.

The WPIOP joint venture participants are progressing a desktop study to consider an integrated rail and port infrastructure solution for the joint ventures in which they have interests.

### The Pannawonica Project

The recent announcement by BCI Minerals Limited (BCI) on 10 January 2018 that it had entered into a non-binding agreement with Sinosteel Australia Pty Ltd a participant in the Channar iron ore mine and a subsidiary of the large Chinese steel company of that name, involving the study of development of BCI's Buckland Hills iron ore resource evidences ongoing interest in the development of Red Hill Iron's Pannawonica iron ore deposits.

The proposed haul road from BCI's Buckland Hills deposits to Cape Preston East, the location of BCI's proposed export facility and port, passes Red Hill Iron's Pannawonica Project. Any development of a haulage road from Buckland Hills could allow the Company to contemplate the feasibility of mining and exporting ore from Pannawonica and also lead to activity on the Company's hard rock resource at Three Peak Hill, which is postulated to be used by developers of road and rail infrastructure in the area.

### Gold and Base Metals exploration

The joint venture with Chalice Gold Mines Limited (Chalice), whereby Chalice carried out gold and base metal exploration drilling programs during the year over the portions of the RHIOJV that are not within iron ore Mining Leases, was terminated by Chalice shortly after the end of the half year. Red Hill Iron is reviewing the results of Chalice's work programs with a view to evaluating the future exploration of this large area.

# RED HILL IRON LIMITED

## EVENTS OCCURRING AFTER BALANCE DATE

Subsequent to 31 December 2017, the Company received notice from Chalice Gold Mines Limited of its withdrawal from the gold and base metals joint venture with Red Hill Iron to explore the Company's tenements in the Pilbara. An estimate of the financial effect of this decision cannot be made. The Company retains its 100% interest in the gold and base metals attaching to the tenements.

To the best of the directors' knowledge and belief, there have been no other material items, transactions or events subsequent to 31 December 2017 which relate to conditions existing at that date and which require comment or adjustment to the figures dealt with in these statements.

## AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration under section 307C of the Corporations Act 2001 is included in this Interim Financial Report.

Signed in accordance with a resolution of the directors.



**Neil Tomkinson**  
**Executive Chairman**  
Perth, 9 February 2018

# RED HILL IRON LIMITED

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED 31 DECEMBER 2017

	Note	31 December 2017 \$	31 December 2016 \$
Revenue from continuing operations	2	11,017	218
Exploration expenditure		(51,845)	(84,626)
Administration expenses	3	<u>(205,764)</u>	<u>(274,878)</u>
<b>Loss before income tax</b>		(246,592)	(359,286)
Income tax expense		<u>-</u>	<u>-</u>
<b>Loss for the half year after tax</b>		(246,592)	(359,286)
<b>Other comprehensive income for the half year</b>		<u>-</u>	<u>-</u>
<b>Total comprehensive loss for the half year attributable to the ordinary equity holders of the Company</b>		<u>(246,592)</u>	<u>(359,286)</u>

### Loss per share attributable to the ordinary equity holders of the Company

Basic and diluted loss per share	(0.45) cents	(0.72) cents
----------------------------------	--------------	--------------

The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

# RED HILL IRON LIMITED

## STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2017

	Note	31 December 2017	30 June 2017
		\$	\$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents		807,811	227,746
Trade and other receivables	4	<u>163,847</u>	<u>1,027,284</u>
Total Current Assets		<u>971,658</u>	<u>1,255,030</u>
<b>Non Current Assets</b>			
Exploration assets		<u>10,008,025</u>	<u>10,008,025</u>
Total Non Current Assets		<u>10,008,025</u>	<u>10,008,025</u>
Total Assets		<u>10,979,683</u>	<u>11,263,055</u>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables	5	<u>34,882</u>	<u>71,662</u>
Total Current Liabilities		<u>34,882</u>	<u>71,662</u>
Total Liabilities		<u>34,882</u>	<u>71,662</u>
<b>Net Assets</b>		<u>10,944,801</u>	<u>11,191,393</u>
<b>EQUITY</b>			
Issued Capital	6	27,035,248	27,035,248
Reserves	7	529,302	529,302
Accumulated losses		<u>(16,619,749)</u>	<u>(16,373,157)</u>
<b>Total Equity</b>		<u>10,944,801</u>	<u>11,191,393</u>

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

# RED HILL IRON LIMITED

## STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 31 DECEMBER 2017

	Issued Capital \$	Share Based Payments Reserve \$	Exercised Options Reserve \$	Accumulated Losses \$	Total Equity \$
<b>2017</b>					
Balance at 1 July 2017	27,035,248	243,532	285,770	(16,373,157)	11,191,393
Comprehensive Income:					
Net loss for the half year	-	-	-	(246,592)	(246,592)
Total comprehensive loss for the half year	-	-	-	(246,592)	(246,592)
Transactions with equity holders in their capacity as equity holders:	-	-	-	-	-
<b>Balance at 31 December 2017</b>	<b>27,035,248</b>	<b>243,532</b>	<b>285,770</b>	<b>(16,619,749)</b>	<b>10,944,801</b>
<b>2016</b>					
Balance at 1 July 2016	25,086,598	177,000	285,770	(15,777,608)	9,771,760
Comprehensive Income:					
Net loss for the half year	-	-	-	(359,286)	(359,286)
Total comprehensive loss for the half year	-	-	-	(359,286)	(359,286)
Transactions with equity holders in their capacity as equity holders					
Issue of ordinary fully paid shares net of issue cost	1,956,719	-	-	-	1,956,719
Share based payments	-	66,532	-	-	66,532
<b>Balance at 31 December 2016</b>	<b>27,043,317</b>	<b>243,532</b>	<b>285,770</b>	<b>(16,136,894)</b>	<b>11,435,725</b>

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

# RED HILL IRON LIMITED

## STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 31 DECEMBER 2017

	31 December 2017	31 December 2016
	\$	\$
<b>Cash flows from operating activities</b>		
Payments to suppliers and employees	(236,768)	(256,196)
Payments for exploration expenditure	(51,846)	(98,992)
Interest received	18,679	218
Interest paid	-	(5,832)
	<u>-</u>	<u>(5,832)</u>
Net cash outflow from operating activities	<u>(269,935)</u>	<u>(360,802)</u>
<b>Cash flows from investing activities</b>		
Funds received from bank deposits with terms exceeding 3 months	1,000,000	-
Funds placed on bank deposits with terms exceeding 3 months	(150,000)	-
	<u>-</u>	<u>-</u>
Net cash inflows from investing activities	<u>850,000</u>	<u>-</u>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	-	300,000
Repayment of borrowings	-	(500,000)
Proceeds from issue of shares	-	1,967,601
Payment for share issue costs	-	(6,174)
	<u>-</u>	<u>(6,174)</u>
Net cash inflow from financing activities	<u>-</u>	<u>1,761,427</u>
<b>Net increase in cash and cash equivalents</b>	580,065	1,400,625
Cash and cash equivalents at the beginning of the half year	<u>227,746</u>	<u>109,770</u>
<b>Cash and cash equivalents at the end of the half year</b>	<u><u>807,811</u></u>	<u><u>1,510,395</u></u>

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.



# RED HILL IRON LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2017

### NOTE 1 – SEGMENT INFORMATION

The Directors of Red Hill Iron (who, collectively as the board, are the chief operating decision makers) have determined that the Company has one reportable segment, being mineral exploration within Australia. The board of directors monitors the Company based on actual versus budgeted exploration expenditure. This internal reporting framework is the most relevant to assist the board with making decisions regarding its ongoing exploration activities.

	<b>31 December 2017</b>	<b>30 June 2017</b>
	<b>\$</b>	<b>\$</b>
Reportable segment assets	<u>10,008,025</u>	<u>10,008,025</u>
Reconciliation of reportable segment assets:		
Reportable segment assets	10,008,025	10,008,025
Unallocated corporate assets	<u>971,658</u>	<u>1,255,030</u>
Total assets	<u>10,979,683</u>	<u>11,263,055</u>
Reportable segment liabilities	<u>723</u>	<u>633</u>
Reconciliation of reportable segment liabilities:		
Reportable segment liabilities	723	633
Unallocated corporate liabilities	<u>34,159</u>	<u>71,029</u>
Total liabilities	<u>34,882</u>	<u>71,662</u>
	<b>31 December 2017</b>	<b>31 December 2016</b>
	<b>\$</b>	<b>\$</b>
Reportable segment loss	<u>(51,845)</u>	<u>(84,626)</u>
Reconciliation of reportable segment loss:		
Reportable segment loss	(51,845)	(84,626)
Other revenue	11,017	218
Unallocated corporate expenses	<u>(205,764)</u>	<u>(274,878)</u>
Loss before tax	<u>(246,592)</u>	<u>(359,286)</u>

### NOTE 2 – REVENUE

#### Revenue from continuing operations

Interest income	<u>11,017</u>	<u>218</u>
-----------------	---------------	------------

# RED HILL IRON LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2017

### NOTE 3 – ADMINISTRATION EXPENSES

	31 December 2017	31 December 2016
	\$	\$
<b>Loss before income tax includes the following specific administration expenses:</b>		
Personnel expenses		
Salaries, directors' fees and associated expenses	66,340	64,563
Superannuation	4,793	4,798
Share based payments	-	66,532
Less: Disclosed as exploration expenditure	<u>(495)</u>	<u>(138)</u>
	70,638	135,755
Other administration expenses		
Accounting fees	25,667	21,942
Administration services	29,557	28,867
Audit Fees	7,015	7,146
Company secretarial	20,672	20,189
Operating lease expense	37,031	41,686
Other	<u>15,184</u>	<u>19,293</u>
	<u>205,764</u>	<u>274,878</u>

### NOTE 4 – TRADE AND OTHER RECEIVABLES

	31 December 2017	30 June 2017
	\$	\$
Bank term deposit	150,000	1,000,000
Interest receivable	3,300	10,962
Other	<u>10,547</u>	<u>16,322</u>
	<u>163,847</u>	<u>1,027,284</u>

Bank term deposit is a cash deposit with a major Australian bank for a term exceeding 3 months.

### NOTE 5 – TRADE AND OTHER PAYABLES

	31 December 2017	30 June 2017
	\$	\$
Trade creditors and accruals	28,877	65,657
Employee entitlements	<u>6,005</u>	<u>6,005</u>
	<u>34,882</u>	<u>71,662</u>

# RED HILL IRON LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2017

### NOTE 6 – ISSUED CAPITAL

#### (a) Ordinary Shares Fully Paid

	31 December 2017	31 December 2016	31 December 2017	31 December 2016
	No of Shares	No of Shares	\$	\$
At 1 July	54,582,936	49,405,037	27,035,248	25,086,598
Issue of ordinary fully paid shares	-	5,177,899	-	1,967,601
Less cost of share issue	-	-	-	(10,882)
<b>At 31 December</b>	<b>54,582,936</b>	<b>54,582,936</b>	<b>27,035,248</b>	<b>27,043,317</b>

#### (b) Share options -unlisted

	31 December 2017	31 December 2016	31 December 2017	31 December 2016
	No of Options	No of Options	\$	\$
At 1 July	950,000	-	243,532	177,000
Options issued	-	950,000	-	66,532
<b>At 31 December</b>	<b>950,000</b>	<b>950,000</b>	<b>243,532</b>	<b>243,532</b>

No options expired or were exercised during the period.

### NOTE 7 – RESERVES

There was no movement in the reserves during the half year.

### NOTE 8 – SHARE BASED PAYMENTS

The Company from time to time issues options to management personnel and other staff members on terms set out in the Company's Employee Share Option Plan. Refer to the 30 June 2017 financial report for more details.

No options were issued to staff during the half year ending 31 December 2017.

### NOTE 9 – COMMITMENTS FOR EXPENDITURE

In order to maintain the mineral tenements in which the Company and other parties are involved, the Company is committed to fulfil the minimum annual expenditure conditions under which the tenements are granted. The minimum estimated expenditure in accordance with the requirements of the Western Australian Department of Mines and Petroleum for the next financial year in respect of most of the Company's mineral tenements is expected to be paid by the party farming in to the iron ore rights on the Company's tenements in accordance with a farm in agreement.

# RED HILL IRON LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2017

### NOTE 9 – COMMITMENTS FOR EXPENDITURE (CONTINUED)

The Company expects to have some commitments for minimum expenditure requirements and maintenance expenditure in respect of tenements not part of the iron ore joint venture, as set out below. These commitments are expected to be fulfilled in the normal course of operations and may be varied from time to time subject to approval by the grantor of titles. Exploration expenditure commitments beyond twelve months cannot be reliably determined.

	31 December 2017	30 June 2017
	\$	\$
Minimum estimated expenditure requirements	150,000	66,000

### NOTE 10 – RELATED PARTY TRANSACTIONS

During the half year, the working capital loan facility of \$900,000 from companies associated with directors Mr Tomkinson and Mr Pitt expired.

All other arrangements with related parties, details of which are set out in the financial report for the year ended 30 June 2017, continue to be in place.

### NOTE 11 – EVENTS OCCURRING AFTER BALANCE DATE

Subsequent to 31 December 2017, the Company received notice from Chalice Gold Mines Limited of its withdrawal from the gold and base metals joint venture with Red Hill Iron to explore the Company's tenements in the Pilbara. An estimate of the financial effect of this decision cannot be made. The Company retains its 100% interest in the gold and base metals attaching to the tenements.

To the best of the directors' knowledge and belief, there have been no other material items, transactions or events subsequent to 31 December 2017 which relate to conditions existing at that date and which require comment or adjustment to the figures dealt with in these statements.

### NOTE 12 – CONTINGENT LIABILITIES

The directors are not aware of any contingent liabilities at 31 December 2017 other than that relating to mineral exploration agreements as noted in the 30 June 2017 annual report.

### NOTE 13 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Red Hill Iron is a public company, incorporated and domiciled in Australia and listed on the Australian Securities Exchange.

#### Statement of compliance and basis of preparation

The half year financial statements are general-purpose financial statements, prepared in accordance with the requirements of the Corporations Act 2001 and applicable Accounting Standards, including AASB 134 "Interim Financial Reporting".

The half year financial statements do not include all notes of the type normally included within the annual financial statements. It 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 statements and should be read in conjunction with the annual financial report of Red Hill Iron Limited as at 30 June 2017.

It is also recommended that the half year financial statements be considered together with any public announcements made by Red Hill Iron during the half year ended 31 December 2017 in accordance with the continuous disclosure obligations arising under the Corporations Act 2001.

The half year financial statements have been prepared on the accruals basis and are based on historical cost.

For the purpose of preparing the half year financial statements, the half year has been treated as a discrete reporting period.

# RED HILL IRON LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2017

### NOTE 13 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### **Accounting policies and methods of computation**

The accounting policies and methods of computation adopted in the preparation of the half year financial statements are consistent with those adopted and disclosed in the Company's financial statements for the year ended 30 June 2017 and the corresponding half year reporting period.

#### **Critical accounting estimates and judgements**

The Directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company.

#### **Adoption of new and revised standards**

##### *Standards and Interpretations applicable to 31 December 2017*

In the half-year ended 31 December 2017, the Company has reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Company and effective for the half-year reporting periods beginning on or after 1 July 2017.

As a result of this review, the directors have determined that there is no material impact for the new and revised Standards and Interpretations on the Company and therefore no material change is necessary to accounting policies.

##### *Standards and Interpretations in issue, not yet adopted, applicable to 31 December 2017*

The Company has also reviewed all the new and revised Standards and Interpretations in issue, not yet adopted, that are relevant to the Company and effective for the half-year reporting periods beginning on or after 1 January 2018.

As a result of this review, the directors have determined that there is no material impact of the new and revised Standards and Interpretations in issue, not yet adopted, on the Company and therefore no material change is necessary to accounting policies.

# RED HILL IRON LIMITED

## DIRECTORS' DECLARATION FOR THE HALF YEAR ENDED 31 DECEMBER 2017

In the opinion of the directors of the Company:

1. the accompanying financial statements and notes, as set out in this Interim Financial Report, are in accordance with the Corporations Act 2001 and:
  - (a) comply with Accounting Standard AASB 134 *Interim Financial Reporting*, the *Corporations Regulations 2001* and other mandatory reporting requirements; and
  - (b) give a true and fair view of the Company's financial position as at 31 December 2017 and of the performance for the half year then ended.
2. 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 signed in accordance with a resolution of the directors made pursuant to section 303(5) of the Corporations Act 2001.



**Neil Tomkinson**  
**Executive Chairman**  
Perth, 9 February 2018

**AUDITOR'S INDEPENDENCE DECLARATION**

As lead auditor for the review of the interim financial report of Red Hill Iron Limited for the half-year ended 31 December 2017, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- a) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b) any applicable code of professional conduct in relation to the review.



**Perth, Western Australia  
9 February 2018**


**B G McVeigh  
Partner**

**HLB Mann Judd (WA Partnership) ABN 22 193 232 714**

Level 4 130 Stirling Street Perth WA 6000 | PO Box 8124 Perth BC WA 6849 | Telephone +61 (08) 9227 7500 | Fax +61 (08) 9227 7533

Email: mailbox@hlbwa.com.au | Website: www.hlb.com.au

Liability limited by a scheme approved under Professional Standards Legislation

HLB Mann Judd (WA Partnership) is a member of  International, a world-wide organisation of accounting firms and business advisers

## **INDEPENDENT AUDITOR'S REVIEW REPORT**

To the members of Red Hill Iron Limited

### **Report on the Interim financial report**

#### *Conclusion*

We have reviewed the accompanying interim financial report of Red Hill Iron Limited ("the company"), which comprises the statement of financial position as at 31 December 2017, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the 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.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim financial report of Red Hill Iron 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 2017 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

#### *Directors' responsibility for the interim financial report*

The directors of the company are responsible for the preparation of the interim financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the interim financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

#### *Auditor's responsibility*

Our responsibility is to express a conclusion on the interim 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 interim 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 31 December 2017 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.

#### **HLB Mann Judd (WA Partnership) ABN 22 193 232 714**

Level 4 130 Stirling Street Perth WA 6000 | PO Box 8124 Perth BC WA 6849 | Telephone +61 (08) 9227 7500 | Fax +61 (08) 9227 7533

Email: [mailbox@hlbwa.com.au](mailto:mailbox@hlbwa.com.au) | Website: [www.hlb.com.au](http://www.hlb.com.au)

Liability limited by a scheme approved under Professional Standards Legislation



A review of an interim financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

*Independence*

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

*HLB Mann Judd*

**HLB Mann Judd**  
**Chartered Accountants**

**Perth, Western Australia**  
**9 February 2018**



**B G McVeigh**  
**Partner**