

**MOUNT BURGESS MINING N.L.**

ABN 31 009 067 476

**CONSOLIDATED FINANCIAL REPORT**

**FOR THE**

**HALF YEAR ENDED**

**31 DECEMBER 2010**

**This Financial Report contains information required under ASX Listing Rule 4.2A and should be read in conjunction with the Annual Report 2010.**

**MOUNT BURGESS MINING N.L.**  
**REPORT OF DIRECTORS FOR THE HALF YEAR TO 31 DECEMBER 2010**

The Directors of Mount Burgess Mining N.L. submit herewith the financial report of Mount Burgess Mining N.L. and its subsidiaries (the Group) for the half-year ended 31 December 2010. In order to comply with the provisions of the *Corporations Act 2001*, the Directors report as follows:

The names of the Directors of the Company who have held office during or since the end of the half-year are:

**Name**

Nigel Raymond Forrester (Chairman and Managing Director)  
 Molatlhegi Benjamin Mosigi  
 Ronald William O'Regan  
 Alfred Patrick Stirling  
 Godfrey Edward Taylor

**REVIEW OF OPERATIONS**

**Overview**

- (a) The objectives of the consolidated entity are to explore for and in the event of commercial discovery, develop deposits of mineral resources. To this end, the consolidated entity is currently exploring for rare earths at Tsumkwe in Namibia, for diamonds at Tsumkwe in Namibia and in Western Ngamiland in Botswana and for base metals at Tsumkwe in Namibia and at Kihabe in Botswana. The consolidated entity is currently developing zinc/lead/silver resources in Botswana.
- (b) Performance and indicators used by management in carrying out the above objectives include:
  - Assessing and reviewing the likeliness of making a discovery through exploration
  - Assessing the risks and rewards relative to the costs of exploration and the values of the minerals being explored for.
- (c) As the consolidated entity is involved in resource development and exploration at this point in time, any significant commercial discovery could have a significant impact on the capitalisation of the consolidated entity. However, inherent in all exploration are risk factors relative to rates of success. Even beyond exploration at the point of resource development, many risks prevail including but not limited to those relative to prevailing market conditions, fluctuations in commodity prices, potential to access project finance, potential to secure off-take/end-user agreements and political and national policy risk.

**Operations and Principal Activities**

- (a) The main business activity of the consolidated entity during the six months consisted of:
  - Conducting assaying and mineralogical test work on the Company's rare earth project at Tsumkwe in Namibia.
  - Conducting soil geochemical sampling programmes at the Company's base metals project in Botswana
  - Conducting mineralogical and metallurgical testwork on both the Kihabe and Nxuu deposits in Botswana, resulting in the enhancement of zinc and lead recoveries.
  - Updating resource estimates for selection for a revision of the Scoping Study for the Kihabe Zinc/Lead Project in Botswana. A likely resource selection for the revised Scoping Study will be in the region of 25 million tonnes @ 3% Zinc/Lead/Silver containing some 741,000 tonnes of metal.

Funds applied to the various exploration activities were as follows:

	<b>31 Dec 2010 Half year</b>	<b>2010 Year</b>	<b>2009 Year</b>	<b>2008 Year</b>	<b>2007 Year</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Exploration for rare earths in Namibia	21,011	-	-	-	-

**MOUNT BURGESS MINING N.L.**  
**REPORT OF DIRECTORS FOR THE HALF YEAR TO 31 DECEMBER 2010**

	<b>31 Dec 2010 Half year</b>	<b>2010 Year</b>	<b>2009 Year</b>	<b>2008 Year</b>	<b>2007 Year</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Exploration for diamonds in Namibia and Botswana	31,971	498,140	266,409	103,421	86,953

	<b>31 Dec 2010 Half year</b>	<b>2010 Year</b>	<b>2009 Year</b>	<b>2008 Year</b>	<b>2007 Year</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Exploration for base metals in Namibia and Botswana	188,634	463,016	1,202,304	2,037,137	2,244,913

(b) As the consolidated entity was involved only in resource development and exploration during the six months there were not any returns to shareholders by way of dividends and increase in shareholder funds. Between 2007 and 2010 the Company's shares traded as follows:

<b>31 Dec 2010 Half year</b>		<b>2010 Year</b>		<b>2009 Year</b>		<b>2008 Year</b>		<b>2007 Year</b>	
<b>High</b>	<b>Low</b>	<b>High</b>	<b>Low</b>	<b>High</b>	<b>Low</b>	<b>High</b>	<b>Low</b>	<b>High</b>	<b>Low</b>
<b>cents</b>	<b>cents</b>	<b>cents</b>	<b>cents</b>	<b>cents</b>	<b>cents</b>	<b>cents</b>	<b>cents</b>	<b>cents</b>	<b>cents</b>
<b>2.7</b>	<b>0.6</b>	<b>3.3</b>	<b>0.9</b>	<b>3.0</b>	<b>1.0</b>	<b>12</b>	<b>2.0</b>	<b>12</b>	<b>5.5</b>

Ongoing resource exploration expenditure for the remainder of the year will be determined by the availability of funds.

**Financial Conditions**

- (a) Further resource development and exploration requirements beyond the consolidated entity's current cash resources can only be funded from further capital raisings, securing funding from incoming joint venture partners, or the sale of ground holdings or equity in the projects.
- (b) At the end of the six month period, the consolidated entity had cash resources of \$114,820. At the date of this report, relying on bank facilities the consolidated entity has available resources of approximately \$206,816.
- (c) Other resources available to the consolidated entity, that are not reflected in the consolidated statement of financial position include the Company's ability to raise further funds through the issue of shares, securing funding from incoming joint venture partners or the sale of ground holdings or equity in projects.
- (d) As the consolidated entity was involved only in resource development and exploration during the six months there was not any cash generated from operations.

The financial condition of the consolidated entity was not impacted by any legislation or other external requirements during the reporting period. It is not currently foreseen that the financial condition will be materially affected by such issues in future reporting periods.

**Auditor's Independence Declaration**

The auditor's independence declaration is included on Page 4 of the half-year financial report.

Signed in accordance with a resolution of directors made pursuant to s.306 (3) of the *Corporations Act 2001*.

On behalf of the Directors



**N R Forrester**  
**Chairman and Managing Director**

Perth, 16<sup>th</sup> March 2011

**MOUNT BURGESS MINING N.L.**  
**DIRECTORS' DECLARATION FOR THE HALF YEAR TO 31 DECEMBER 2010**

The Directors declare that:

- a) 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; and
- b) in the Directors' opinion, the attached financial statements and notes thereto are in accordance with the *Corporation Act 2001*, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the consolidated entity.

Signed in accordance with a resolution of the directors made pursuant to s.303 (5) of the *Corporations Act 2001*.

On behalf of the Directors

A handwritten signature in black ink, consisting of several overlapping loops and lines, appearing to be 'N R Forrester'.

**N R Forrester**  
**Chairman and Managing Director**

Perth, 16<sup>th</sup> March 2011

The Board of Directors  
Mount Burgess Mining NL  
Level 4, Westpac Building  
109 St Georges Terrace  
Perth WA 6000

16 March 2011

Dear Board Members

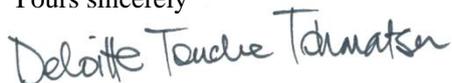
## Mount Burgess Mining NL

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Mount Burgess Mining NL.

As lead audit partner for the review of the financial statements of Mount Burgess Mining NL for the half-year ended 31 December 2010, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours sincerely



DELOITTE TOUCHE TOHMATSU



**Neil Smith**  
Partner  
Chartered Accountants

**MOUNT BURGESS MINING N.L.**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE HALF YEAR ENDED 31 DECEMBER 2010**

	Note	Consolidated	
		Half Year ended 31 Dec 2010	Half Year ended 31 Dec 2009
		\$	\$
Revenue		222	14,602
Other income	5	-	259
Administration expenses		(465,522)	(428,618)
Finance costs		(25,932)	(500)
Depreciation and amortisation		(3,046)	(2,142)
<b>Loss before tax</b>		<u>(494,278)</u>	<u>(416,399)</u>
<b>Income tax benefit / (expense)</b>		111,914	-
<b>Loss for the period</b>		<u>(382,364)</u>	<u>(416,399)</u>
<b>Other comprehensive income</b>		-	-
<b>Total comprehensive income</b>		<u>(382,364)</u>	<u>(416,399)</u>
<b>Basic loss per share (cents per share)</b>		(0.01)	(0.01)
<b>Diluted loss per share (cents per share)</b>		(0.01)	(0.01)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2010**

	Consolidated	
	31 December 2010	30 June 2010
	\$	\$
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	114,820	66,466
Trade and other receivables	4,487	4,810
Inventories	770	1,120
<b>TOTAL CURRENT ASSETS</b>	<u>120,077</u>	<u>72,396</u>
<b>NON CURRENT ASSETS</b>		
Plant and equipment	49,690	88,964
Exploration interests	14,589,741	14,348,125
<b>TOTAL NON CURRENT ASSETS</b>	<u>14,639,431</u>	<u>14,437,089</u>
<b>TOTAL ASSETS</b>	<u>14,759,508</u>	<u>14,509,485</u>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	79,406	102,250
Borrowings	340,361	380,383
Other financial liabilities	-	46,993
Provisions	51,007	37,028
<b>TOTAL CURRENT LIABILITIES</b>	<u>470,774</u>	<u>566,654</u>
<b>NON CURRENT LIABILITIES</b>		
Borrowings	6,922	8,059
<b>TOTAL LIABILITIES</b>	<u>477,696</u>	<u>574,713</u>
<b>NET ASSETS</b>	<u>14,281,812</u>	<u>13,934,772</u>
<b>EQUITY</b>		
Issued capital	40,449,896	39,787,892
Reserves	485,417	418,017
Accumulated losses	(26,653,501)	(26,271,137)
<b>TOTAL EQUITY</b>	<u>14,281,812</u>	<u>13,934,772</u>

\*Notes to the condensed financial statements are included on pages 8-10

**MOUNT BURGESS MINING N.L.**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE HALF YEAR ENDED 31 DECEMBER 2010**

	Consolidated Half Year ended 31 Dec 2010 \$	Half Year ended 31 Dec 2009 \$
<b>Cash flows from operating activities</b>		
Payments to suppliers and employees	(433,564)	(401,423)
Interest and bill discounts received	222	14,602
Income tax received	111,914	-
Interest and other costs of finance paid	(13,660)	(500)
Net cash used in operating activities	<u>(335,088)</u>	<u>(387,321)</u>
<b>Cash flows from investing activities</b>		
Dividend received	-	259
Payment for plant and equipment	(1,182)	(744)
Exploration, development and evaluation expenditure	(202,636)	(803,871)
Net cash (used in) / provided by investing activities	<u>(203,818)</u>	<u>(804,356)</u>
<b>Cash flows from financing activities</b>		
Proceeds from issues of equity securities	632,850	-
Payment for share issue costs	(17,839)	-
Proceeds from borrowings	279,240	-
Repayment of borrowings	(101,000)	-
Repayment of lease liabilities	(1,023)	(770)
Net cash provided by / (used in) financing activities	<u>792,228</u>	<u>(770)</u>
Net increase / (decrease) in cash and cash equivalents	253,322	(1,192,447)
Cash and cash equivalents at the beginning of the half -year	(135,945)	1,415,810
Effects of exchange rate changes on the balance of cash held in foreign currencies	(2,557)	(1,433)
<b>Cash and cash equivalents at the end of the half-year</b>	<u>114,820</u>	<u>221,930</u>

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE HALF YEAR ENDED 31 DECEMBER 2010**

Consolidated	Issued Capital	Employee Equity Settled Benefits Reserve	Assets Realisation Reserve	Retained Earnings	Total
Balance at 1 July 2009	39,787,892	283,845	109,972	(25,411,572)	14,770,137
Employee share option	-	24,200	-	-	24,200
Loss for the period	-	-	-	(416,399)	(416,399)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(416,399)	(416,399)
Balance as at 31 December 2009	<u>39,787,892</u>	<u>308,045</u>	<u>109,972</u>	<u>(25,827,971)</u>	<u>14,377,938</u>
Balance at 1 July 2010	39,787,892	308,045	109,972	(26,271,137)	13,934,772
Share placements	662,004	-	-	-	662,004
Employee share option	-	67,400	-	-	67,400
Loss for the period	-	-	-	(382,364)	(382,364)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(382,364)	(382,364)
Balance as at 31 December 2010	<u>40,449,896</u>	<u>375,445</u>	<u>109,972</u>	<u>(26,653,501)</u>	<u>14,281,812</u>

\*Notes to the condensed financial statements are included on pages 8-10

**MOUNT BURGESS MINING N.L.**  
**NOTES TO THE CONDENSED FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED 31 DECEMBER 2010**

**1 SIGNIFICANT ACCOUNTING POLICIES**

**Statement of compliance**

The half-year financial report is a general purpose financial report prepared in accordance with the *Corporations Act 2001* and AASB 134 *Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*. The half-year financial report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent annual financial report.

**Basis of preparation**

The condensed financial statements have been prepared on the basis of historical cost. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, 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 2010 annual financial report for the financial year ended 30 June 2010.

*(a) Changes in Accounting Policies and Disclosures*

The consolidated entity has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to their operations and are effective for the current financial reporting period.

*(b) Accounting Standards and Interpretations issued but not yet effective.*

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet effective and have not been adopted by the consolidated entity for the half year ending 31 December 2010. Management are in the process of assessing the impact of the adoption of these standards and interpretations on the consolidated entity.

**Going Concern**

The financial report has been prepared on the going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the normal course of business.

The Consolidated Entity has incurred net losses after tax of \$382,364 (2009: \$416,399), and experienced net cash outflows from operations of \$335,088 (2009: \$387,321) and net cash outflows from investing activities of \$203,818 (2009: \$804,356) for the half year ended 31 December 2010. As at 31 December 2010, the Consolidated Entity had a working capital deficiency of \$350,697 and cash assets of \$114,820.

The ability of the Consolidated Entity to continue as a going concern and pay its debts as and when they fall due, given the consolidated entity's intended operational plans, assumes the following:

- a) Utilisation of bank facilities with \$206,816 being available to draw down as at the date of this report.
- b) Funding of GBP 250,000 via loans from Exchange Services Ltd, a company controlled by A.P. Stirling, a Director of the Company. At the date of this report the Consolidated Entity had drawn GBP 150,000 of these loans. It has been confirmed that the loan will not be called upon to be repaid within the next 12 months unless sufficient funds become available to the Consolidated Entity.
- c) Additional funding via capital raisings or entering into joint venture arrangements in the next four months. Initial discussions have commenced with potential parties.
- d) Active management of the current level of discretionary expenditure in line with the funds available to the Consolidated Entity.
- e) Loans outstanding from directors of the company will not be called for repayment within the next 12 months. It has been confirmed that the loan of \$AUD100,000 will not be called upon to be repaid within the next 12 months unless sufficient funds become available to the Consolidated Entity.

The directors have reviewed the business outlook and prepared cash flow forecasts to 31 March 2012 and are of the opinion that the use of the going concern basis of accounting is appropriate as they are confident in the ability of the consolidated entity to be successful in securing additional funds through debt or equity issues as and when the need to raise working capital arises.

**MOUNT BURGESS MINING N.L.**  
**NOTES TO THE CONDENSED FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED 31 DECEMBER 2010**

Notwithstanding this, as a junior explorer with startup projects and a dependency on continued support from current financiers and on securing additional funding, should the consolidated entity be unable to secure sufficient funding from the above, there is significant uncertainty whether the consolidated entity will be able to continue as a going concern.

Should the Consolidated Entity be unable to continue as a going concern, it may be required to realise its assets and extinguish its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements.

These financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts or the amounts or classification of liabilities and appropriate disclosures that may be necessary should the Consolidated Entity be unable to continue as a going concern.

**2. SUBSEQUENT EVENTS**

At the General Meeting of shareholders held on 4<sup>th</sup> March 2011, approval was given for the issue of fully paid ordinary shares in the Company in lieu of director fees and for a salary sacrifice as follows:

<b>Name</b>	<b>Number of fully paid shares to be issued</b>	
Mr A P Stirling	\$48,000 worth at 1.7 cents* =	2,823,530
Mr R W O'Regan	\$48,000 worth at 1.7 cents* =	2,823,530
Mr G E Taylor	\$44,000 worth at 1.7 cents* =	2,588,235
Mr B M Mosigi	\$17,000 worth at 1.7 cents* =	1,000,000
Mr N R Forrester	\$33,000 worth at 1.7 cents* =	1,941,176
		11,176,471

\*The fully paid shares to be issued are at the volume weighted average price ("VWAP") of the shares in the five ASX trading days prior to issue. We have used 1,2,3,4 and 7 March 2011 VWAP average.

The Shares are being issued to the Directors in lieu of their directors fees or for a salary sacrifice for the previous financial years. As such the Shares will be granted for nil cash consideration, and no funds will be raised.

The Shares were issued on 8<sup>th</sup> March 2011 and listed on ASX on 11 March 2011.

No other matters or circumstances of which the directors are aware, other than those referred to in the condensed financial statements or notes thereto, have arisen since the end of the half-year which significantly affect, or may significantly affect the operations, results or state of affairs of the consolidated entity in subsequent financial periods.

**3. CHANGES IN COMPOSITION OF THE CONSOLIDATED ENTITY**

There were no changes to the composition of the consolidated entity during the half year.

**MOUNT BURGESS MINING N.L.**  
**NOTES TO THE CONDENSED FINANCIAL STATEMENTS**  
**FOR THE HALF YEAR ENDED 31 DECEMBER 2010**

**4. SEGMENT INFORMATION FOR THE HALF YEAR ENDING 31 DECEMBER 2009**

As disclosed in Note 1, the operating segments are as follows:

**Geographical Segments**

	2010 Half Year ended 31 Dec 2010 \$	2009 Half Year ended 31 Dec 2009 \$	2010 Half Year ended 31 Dec 2010 \$	2009 Half Year ended 31 Dec 2009 \$	2010 Half Year ended 31 Dec 2010 \$	2009 Half Year ended 31 Dec 2009 \$
<b>Segment Revenues</b>	<b>External sales</b>		<b>Inter -segment Sales</b>		<b>Total</b>	
Australia	-	-	-	-	-	-
Namibia	-	-	-	-	-	-
Botswana	-	-	-	-	-	-
Total of all segments	-	-	-	-	-	-
Unallocated corporate revenue					222	14,861
Consolidated total revenue						<u>14,861</u>
<b>Segment Results</b>						
Australia					-	-
Namibia					-	-
Botswana					-	-
Total of all segments					-	-
Unallocated corporate revenue					222	14,861
Unallocated corporate expenses					(431,260)	(431,260)
Loss before income tax expense					(494,278)	(416,399)
Income tax benefit					111,914	-
Consolidated net loss for the period					<u>(382,364)</u>	<u>(416,399)</u>

**5. OTHER INCOME**

An analysis of the Group's other income for the half year is as follows:

	<b>Consolidated</b>	
	<b>Half Year ended 31 Dec 2010 \$</b>	<b>Half Year ended 31 Dec 2009 \$</b>
Dividend income	-	259
Total other income	<u>-</u>	<u>259</u>

# Independent Auditor's Review Report to the members of Mount Burgess Mining NL

## Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Mount Burgess Mining NL, which comprises the condensed statement of financial position as at 31 December 2010, and the condensed statement of comprehensive income, the condensed statement of cash flows and the condensed statement of changes in equity for the half-year ended on that date, selected explanatory notes and, the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the end of the half-year or from time to time during the half-year as set out on page 4 and pages 6 to 10.

### *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 internal 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 half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Mount Burgess Mining NL's financial position as at 31 December 2010 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 Mount Burgess Mining NL, 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.

### *Auditor's Independence Declaration*

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Mount Burgess Mining NL, would be in the same terms if given to the directors as at the time of this auditor's review report.

## *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 Mount Burgess Mining NL 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 2010 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*.

## *Material Uncertainty Regarding Continuation as a Going Concern*

Without qualifying our conclusion we draw attention to Note 1 in the half-year financial report which indicates that the consolidated entity has incurred net losses after tax for the half-year ended 31 December 2010 of \$382,364 (2009: \$416,399) and net cash outflows from operations of \$335,088 (2009: \$387,321) and experienced net cash outflows from investing activities of \$203,818 (2009: \$804,356). These conditions, along with other matters as set forth in Note 1, indicate the existence of a material uncertainty which may cause significant doubt about the consolidated entity's ability 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.

*Deloitte Touche Tohmatsu*

DELOITTE TOUCHE TOHMATSU

*Neil Smith*

**Neil Smith**  
Partner  
Chartered Accountants  
Perth, 16 March 2011