ELDORE
MINING CORPORATION LIMITED

ELDORE MINING CORPORATION LTD.

ABN 82 110 884 252

HALF-YEAR FINANCIAL REPORT

For the half year ended

31 DECEMBER 2006

DIRECTORS' REPORT

The directors present their report together with the financial report for the half-year to 31 December 2006.

DIRECTORS

The directors of the Company at any time during or since the end of the half-year are:

Ian Daymond (Former Chairman, Non Executive) (resigned 5 February 2007)
Tim Collver (Managing Director and Chief Executive appointed Executive Chairman 5 Feb 2007)
Colin Thomas (Non Executive)
Sam Willis (Non Executive) (resigned 10 October 2006)
Brian Wesson (Non Executive) (appointed 1 October 2006 and resigned 25 January 2007)
Bruce Fulton (Non Executive) (appointed 12 December 2006)

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

On 27 February 2007, ElDore Mining Corporation Limited ('ElDore') placed an additional 2.5 million shares at 4 cents per share and 2.5 million attaching options with a strike price of 6 cents, to raise A$100,000. This capital raising is part of an agreement to raise a total of A$1 million. The balance of the capital raising is conditional upon the outcome of a due diligence review currently underway and obtaining approval of ElDore's shareholders.

REVIEW OF OPERATIONS

The principal activity of the company and its subsidiaries during the period was exploration and evaluation of mineral assets. The operating loss after income tax for the half year ended 31 December 2006 was **$1,208,803** (31 December 2005, $2,189,597).

DIRECTORS' REPORT (Continued)

HALF – YEAR HIGHLIGHTS

PHILIPPINES

Exploration activity during the six months was centred on the Nalesbitan Project and the Camarines Norte Province with 2,372 metres of RC drilling and 250.1 metres of diamond core drilling undertaken. Assays for drill hole samples included the following significant results:

- ND072 6m @ 5.26 g/t Au and 11 g/t Ag from 78 metres
- ND078 36m @ 2.08 Au and 13 g/t Ag from surface
- ND097 10m @ 4.02 Au and 23 g/t Ag from 18 metres
- ND099 4m @ 7.26 g/t Au from 8 metres
- ND106 10m @ 3.63 g/t Au and 42 g/t Ag from 18 metres

NALESBITAN HILL

These exploration activities resulted in the compilation of a JORC compliant Indicated and Inferred Resource estimate at Nalesbitan Hill by consultants Hellman and Schofield, totalling

7.78 million tonnes @ 1.11 g/t Au containing approximately 277,000 Ozs of gold

(using a cut-off grade of 0.5g/t Au or 330,000 Ozs of gold using a cut-off grade 0f 0.3 g/t Au).

Following on from the exploration management is continuing to examine ways to 'fast track' Nalesbitan Hill into production. A scoping study prepared in house envisages a three stage production scenario as follows;

- The open pit mining operation will initially supply high grade ore to a combined gravity, flotation and intensive cyanide leach plant at a rate of 500 tonnes per day, and is expected to achieve 90% recoveries of gold.

- A second treatment stream envisions reconditioning the existing heap leach pads to treat the medium grade material at 1,000 tonnes per day to achieve 65% gold recoveries. The lower grade materials will be treated by way of a dump leach operation.

Economic results from the scoping study are as follows:

- **Average annual gold production 30,660 Oz Au**
- **Capital Cost A$11.5 million**
- **Cash Operating costs US$230/Oz**

This scoping study has been positively reviewed by Leighton Contractors (Asia) Limited and it is ElDore's intention to mandate Leighton's to assist in the procurement, construction and installation of the gold processing plant, as well as assist ultimately in the environmental and contract mining operations.

In addition your company has been in discussions with Gekko Systems Pty Ltd of Ballarat, Victoria, regarding the design, construction, installation and initial operation of the gold treatment plant. United Philippines Drilling Company will also be contracted to carry out a drilling program designed to upgrade the current Nalesbitan Hill resource JORC categories, as well as conduct resource extension exploratory drilling to increase the current resource.

DOSE FAULT ZONE

During the period 14 RC holes and one diamond drill hole were completed, returning some significant assays. This drilling was sufficient to provide confidence that with additional exploration, the Dose Fault Zone has the potential to extend the projects overall resource base.

NEW HORIZON PROSPECT

ElDore completed 4 RC and 2 diamond drill holes to test for mineralisation along the fault structure with all holes assaying for gold. Additional drilling will be undertaken on this prospect to follow up the work completed.

UPD CREEK PROSPECT

No additional work was performed over the period.

BAGONG DOSE PROSPECT

No additional work was performed over the period.

MILLSITE AND SINGKO

No additional work was performed over the period.

FIJI

Over the period ElDore completed the Acquisition of Robust Mines Limited, a Fijian registered company with three granted Prospecting Licenses in Fiji. The acquisition was completed by issuing 4 million fully paid shares in Eldore to Robust's former shareholders.

An extensive review of the license areas was completed that included the compilation, evaluation and interpretation of the acquired data. It included regional aeromagnetic, topographic and all exploration information to date.

As a result of this review, applications for two additional special prospecting licences adjoining one of the Robust tenements have been lodged with the Fiji Mineral Resources Department.

The recent military coup in Fiji has resulted on your company advising the Fiji Mineral Resources Department that pending the restoration of legal government in Fiji, the company claims force majeure in respect to expenditure commitments on the three granted prospecting licences. The directors have determined to provide a $700,000 impairment provision on the Fijian assets.

CORPORATE

A number of changes have occurred on the ElDore Board over the period.

Messer's Sam Willis, Brian Wesson and Ian Daymond have resigned as Directors.

Mr Bruce Fulton was appointed as a director of the Company.

Your Directors have raised additional capital to continue the Company's exploration activities with a placement of 6 million shares at 9 cents (gross proceeds A$540,000) during early December, and most recently, raising A$100,000 through a placement of 2.5 million shares at 4 cents per share and 2.5 million attaching options with a strike price of 6 cents. The most recent capital raising is part of an agreement to raise an additional A$1 million. The balance of the capital raising is conditional upon the outcome of a due diligence review currently underway.

DIRECTORS' REPORT (Continued)

AUDITORS INDEPENDENCE DECLARATION

The auditors independence declaration is attached to the Directors' Report.

Signed in accordance with a resolution of the directors

Tim Collver
Executive Chairman and Managing Director

16 March 2007

The information in this announcement that relates to Exploration Results and Mineral Resources is based on information complied by Messrs T Collver and R Adamson who are members of the Autralasian Institute of Mining and Metallurgy, and are engaged as consultants by ElDore Mining Corporation Limited. Messrs Collver and Adamson have sufficient experience which is relevant to the styles of mineralisation and types of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2004 edition of the "Australasian Code for reporting Exploration Results, Mineral Resources and Ore Resources". Messrs Collver and Adamson consent to the inclusion in this report of the matters based on their information in the form and context in which they appear.

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Auditor's Independence Declaration to the Directors of ElDore Mining Corporation Limited

In relation to our review of the financial report of ElDore Mining Corporation Limited for the half-year ended 31 December 2006, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.

Ernst & Young

Ernst & Young

Paul Flynn

Paul Flynn
Partner
16 March 2007

Condensed Income Statement

For the half-year ended 31 December 2006

	Note	CONSOLIDATED 31 December 2006	31 December 2005
Revenue			
Interest	2	33,514	46,692
Expenses			
Exploration and Evaluation expenditure	2	(22,188)	(1,348,189)
Depreciation expense		(7,272)	(7,832)
Directors' fees		(48,303)	(148,784)
Legal Expenses		(8,309)	(68,736)
Office administration & consulting costs		(442,779)	(432,735)
Other Expenses		-	(200,013)
Impairment of Fijian exploration leases	7	(700,000)	-
Share of loss of associate		(13,466)	-
Loss before income tax expense		(1,208,803)	(2,189,597)
Income tax expense		-	-
Loss after income tax expense		(1,208,803)	(2,189,597)
Net loss attributable to members of ElDore Mining Corporation Limited		(1,208,803)	(2,189,597)
Loss Per Share			
Basic and diluted loss per ordinary share (cents per share)		(2.2)	(7.0)

The accompanying notes form part of these financial statements.

ElDore Mining Corporation Limited – Half Year Report
ABN 82 110 884 252
Condensed Balance Sheet

		CONSOLIDATED	
	Note	31 December 2006 $	30 June 2006 $
CURRENT ASSETS			
Cash and cash equivalents	5	374,987	972,255
Trade and other receivables		213,338	413,090
TOTAL CURRENT ASSETS		588,325	1,385,345
NON-CURRENT ASSETS			
Investments accounted for under the equity method		103,991	117,457
Interest in Nalesbitan gold project		4,975,000	4,975,000
Exploration and evaluation expenditure		3,600,015	2,746,249
Plant and equipment		45,954	40,398
TOTAL NON-CURRENT ASSETS		8,724,960	7,879,104
TOTAL ASSETS		9,313,285	9,264,449
CURRENT LIABILITIES			
Trade and other payables		225,374	136,721
TOTAL CURRENT LIABILITIES		225,374	136,721
TOTAL LIABILITIES		225,374	136,721
NET ASSETS		9,087,911	9,127,728
EQUITY			
Issued capital	6	11,246,463	10,102,077
Reserves		73,832	49,232
Accumulated losses	6	(2,232,384)	(1,023,581)
TOTAL EQUITY		9,087,911	9,127,728

The accompanying notes form part of these financial statements.

Condensed Cash Flow Statement

For the half-year ended 31 December 2006

		CONSOLIDATED	
	Note	31 December 2006 $	31 December 2005 $
Cash flows from operating activities			
Payments to suppliers		(508,306)	(509,349)
Interest received		33,515	24,692
Net cash flows used in operating activities		(474,791)	(484,657)
Cash flows from investing activities			
Purchase of property, plant and equipment		(12,828)	(120,101)
Exploration Expenditure		(365,856)	(1,348,189)
Purchase – interest in Project		-	(100,000)
Acquisition of Robust Mines Limited		(100,000)	
Security deposit		(16,337)	(94,817)
Additional Investment in associate		(135,056)	-
Net cash used in investing activities		(630,077)	(1,663,107)
Cash flows from financing activities			
Proceeds from issue of shares		540,000	4,793,600
Shares issue expenses		(32,400)	(659,119)
Net Cash from financing activities		507,600	4,134,481
Net increase (decrease) in cash and cash equivalent		(597,268)	1,986,717
Cash or cash equivalent at beginning of period		972,255	567,988
Cash and cash equivalent at end of half year	5	374,987	2,554,705

The accompanying notes form part of these financial statements

Condensed Statement of Changes in Equity

For the half-year ended 31 December 2006

CONSOLIDATED	Issued Capital	Accumulated Losses	Other Reserves	Total Equity
At 1 July 2006	10,102,077	(1,023,581)	49,232	9,127,728
Loss for the period	-	(1,208,803)	-	(1,208,803)
Total income and expense for the period	-	(1,208,803)	-	(1,208,803)
Issue of share capital – cash	540,000	-	-	540,000
Total income and expense recognised directly in equity - capital raising costs	(47,400)	-	-	(47,400)
Issue of share capital in settlement of Project acquisition	600,000	-	-	600,000
Issue of share capital to suppliers	51,786	-	-	51,786
Share based payment	-	-	24,600	24,600
At 31 December 2006	11,246,463	(2,232,384)	73,832	9,087,911

CONSOLIDATED	Issued Capital	Accumulated Losses	Other Reserves	Total Equity
At 1 July 2005	889,681	(110,102)	-	779,579
Loss for the period	-	(2,189,597)	-	(2,189,597)
Total income and expenses for the period	(638,854)	(2,189,597)	-	(2,828,451)
Issue of share capital - cash	4,856,000	-	-	4,856,000
Issue of share capital in settlement of Project acquisition	4,875,000	-	-	4,875,000
Total income and expenses recognised directly in equity - capital raising costs	(638,854)	-	-	(638,854)
Share based payment	-	-	14,518	14,518
At 31 December 2005	9,981,827	(2,299,699)	14,518	7,696,646

The accompanying notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS

For the half-year ended 31 December 2006

1. Statement of significant accounting policies

(a) The consolidated financial report of ElDore Mining Corporation Limited for the half year ended 31 December 2006 was authorised for issue in accordance with a resolution of directors on 14 March 2007.

Eldore Mining Corporation Limited is a company limited by shares incorporated in Australia whose shares are publicly traded on the Australian Stock Exchange.

(b) Basis of preparation

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide a full an understanding of the financial performance, financial position and financing and investing activities of the company as the full financial report.

The half-year financial report should be read in conjunction with the Annual Financial Report of ElDore Mining Corporation Limited as at 30 June 2006.

It is also recommended that the half-year financial report be considered together with any public announcements made by ElDore Mining Corporation Limited and its subsidiaries during the half-year ended 31 December 2006 in accordance with the continuous disclosure obligations arising under the Corporations Act 2001.

(c) Basis of accounting

The half-year Financial Report is a general purpose Financial Report, which has been prepared in accordance with the requirements of the Corporations Act 2001, applicable Accounting Standards including AASB 134 "Interim Financial Reporting" and other mandatory professional reporting requirements.

The half-year financial report has been prepared in accordance with the historical cost basis. For the purpose of preparing the half-year financial report, the half-year has been treated as discrete reporting period.

(d) Principles of consolidation

The consolidated financial statements comprise the financial statements of ElDore Mining Corporation Limited and its subsidiaries ('the Group') as at 31 December 2006.

All inter company balances and transactions, including unrealised profits arising from intra-group transactions, have been eliminated in full.

Subsidiaries are consolidated from the date on which control is transferred to the Group and cease to be consolidated from the date on which control is transferred out of the Group.

Where there is loss of control of a subsidiary, the consolidated financial statements include the results for the part of the reporting period during which ElDore Mining Corporation Limited has control.

(e) Significant accounting policies

The half-year consolidated financial statements have been prepared using the same accounting policies as used in the annual Financial Statements for the year ended 30 June 2006, except for the adoption of standards mandatory for annual periods beginning on or after 1 July 2006, as described below:

Except for the amendments to AASB 101 "Presentation of Financial Statements" which the group has early adopted, Australian Accounting Standards and Implementations that have recently been issued or amended but are not yet effective have not been adopted by the group for the half year end 31 December 2006. These are outlined in the table below.

Reference	Title	Summary	Application date of Standards	Impact on Group financial report	Application date for Group
AASB 2005-10	Amendments to Australian Accounting Standards (AASB 132, AASB101, AASB 114, AASB 117 AASB 133 AASB139 AASB1, AASB 4 AASB 1023 & AASB1038)	Amendments arise from the release in August 2005 of AASB 7 'Financial Instruments, Disclosures'	1 Jan 2007	AASB 7 is a disclosure standard so will have no impact on the amounts included in the Group's financial statements. However the amendments will result in changes to the Group's financial report.	1 July 2007
AASB 7	Financial Instruments: Disclosures	New standard replacing disclosure requirements of AASB 132	1 Jan 2007	As above	1 July 2007

(f) Going Concern

The Financial Report has been prepared on the going concern basis. The ability of the group to pay their debts as and when they fall due and realise the value of assets is dependent on the continued successful development of the Nalesbitan Gold Project, which will require the securing of additional funds either by equity or borrowings.

The Company is planning to raise further equity capital in order to fund its future activities however the directors acknowledge that in the event that such further equity funding is not successfully achieved that the assets of the company may need to be realized in a manner other than in the ordinary course of business. This may include the farm out or disposal of interests in mining leases at values less than the amounts recorded in the accounts.

2. Revenue and Expenses

Loss before income tax expense includes the following revenues and expenses whose disclosure is relevant in explaining the performance of the entity:

	CONSOLIDATED	
	31 December 2006 $	31 December 2005 $
(i) Revenues		
Interest income	33,514	46,692
(ii) Expenses		
Exploration expenditure	22,188	1,348,189
Depreciation expenses	7,272	7,832
Expense of share based payments	76,386	14,518

3 Segment Reporting

The consolidated entity operates in one industry segment, being minerals exploration and development, and in three geographical segments being the Philippines, Fiji and Australia. The Group's primary segment format is geographical as each segment represents a strategic business unit that offers different risks and rates of return.

The following table presents the revenue and operating result regarding geographical segments for the half year periods ended 31 December 2006 and 31 December 2005.

	Philippines		Fiji		Australia Head Office		Consolidated	
	2006	2005	2006	2005	2006	2005	2006	2005
	$	$	$	$	$	$	$	$
31December 2006								
Segment revenues	-	-	-	-	-	-	-	-
Segment expenses	(29,460)	(1,356,021)	(700,000)	-	(499,391)	(880,268)	(1,228,851)	(2,236,289)
Segment result	(29,460)	(1,356,021)	(700,000)	-	(499,391)	(880,268)	(1,228,851)	(2,236,289)
Interest Income							33,514	46,692
Unallocated items							(13,466)	-
Loss before income tax expense							(1,208,803)	(2,189,597)

4. Earnings per Share

(a) Reconciliation of loss.

	Consolidated	
	31 December 2006	31 December 2005
	$	$
Loss for the Half year	**(1,208,803)**	(2,189,597)
Loss used to calculate basic EPS	**(1,208,803)**	(2,189,597)
Loss used in calculation of dilutive EPS	**(1,208,803)**	(2,189,597)

(b) Weighted average number of ordinary shares (diluted):

	Consolidated	
	2006	2006
Weighted Average Number of Ordinary Shares used in the calculation of basic and dilutive EPS	**55,862,133**	42,169,688
Weighted average number of share options outstanding	**3,000,000**	2,104,110

Options outstanding are not considered dilutive as the group is currently in a loss position, and the issue of further ordinary shares would result in a reduction in loss per share.

Loss per share 2.2 cents (2005; loss 7.0 cents).

5. Reconciliation of Cash

For the purpose of the Condensed Cash Flow Statement, cash and cash equivalents comprise the following:

	CONSOLIDATED	
	31 December 2006	30 June 2006
Cash as per Balance Sheet		
Cash at bank and on hand	374,987	32,255
Short –term Deposits	-	940,000
Total Cash	374,987	972,255

6 Changes in Equity

	CONSOLIDATED	
	31 December 2006	**30 June 2006**
Ordinary shares		
Issued and fully paid	11,246,463	10,102,077

	Numbers of Shares	**$**
Movements in ordinary shares on issue		
At 1 July 2006	54,681,000	10,102,077
Issued to vendor to acquire a 100% interest in Robust Mines Limited	4,000,000	600,000
Issued to contractors and employees for services provided to the group	414,284	51,786
Issued as a Share Placement	6,000,000	540,000
Capital raising costs	-	(47,400)
At 31 December 2006	65,095,284	11,246,463

7 Change in Composition of Entity

Acquisition of Robust Mines Limited

On 24 November 2006 the Group acquired 100% of the voting shares of Robust Mines Limited ("Robust") at a cost of $700,000. Robust is an unlisted company incorporated in Fiji, specializing in mineral exploration in Fiji with net assets of $51,350. There has been no significant impact on the group's loss for the period since acquisition. If the acquisition had taken place at the beginning of the period it would have contributed losses of $22,188.

The parent entity has advanced funds on loan account of $71,756 to fund the operations of Robust. Robust has no other assets or liabilities. The fair values of the net assets acquired are still being evaluated. It is expected that they will established in the second half of the year, and any adjustments will be disclosed in the full year financial statements. The use of provisional fair values for the assets and liabilities acquired is in accordance with AASB 3 on Business Combinations.

The acquisition is subject to conditions precedent set by the Reserve Bank of Fiji, including the deposit of F$ 1 million in Fiji and other administrative requirements.

The Fiji net assets have been written down by $700,000 as a result of a military coup in Fiji and the absence of a legal government. The impairment charge of $700,000 has been recognised directly in the income statement. The directors believe that the Fiji assets have intrinsic value to the group, however, have a nil fair value pending the restoration of a legal government. To the extent that the political uncertainties are resolved the impairment provision may be reversed in the future.

Acquisition Nalesbitan Mining Philippines Inc

ElDore Mining Corporation Limited paid a further US$100,000 (AUD $135,056) during the period to acquire the remaining 60% interest in Nalesbitan Mining Philippines Inc in the Philippines. This acquisition is awaiting Philippines' Government approval. The company has been treated as an associate owned to 40% as at 31 December 2006 pending approval.

Contribution to the Group result:

ElDore Mining Corporation Limited	(466,212)
Nalesbitan Mining Corporation Pty Ltd	(29,125)
Nalesbitan Mining Corporation Philippines Inc	(13,466)
Robust Mines Limited	(700,000)
Loss for the half year	(1,208,803)

Cost of Investment in Robust Mines Limited

4 million shares issued at 15 cents*	600,000
Cash consideration	100,000
Cost at 31 December 2006	700,000

* Based on the quoted share price of ElDore at the date of issue.

The fair value of the identifiable assets and liabilities of Robust Mines Limited at the date of acquisition are;

	Recognised on Acquisition	Carrying Value
	$	$
Exploration and Evaluation Expenditure	103,501	103,501
Interest in Exploration leases	648,650	-
Cash and cash equivalents	3,268	3,268
	755,419	106,769
Other Receivables	16,337	16,337
	771,756	123,106
Loan from Parent	71,756	71,756
Fair value of identifiable net assts	700,000	51,350

8 Events Subsequent to Balance Date

On 27 February 2007, ElDore Mining Corporation placed an additional 2.5 million shares at 4 cents per share and 2.5 million attaching options with a strike price of 6 cents, to raise an additional A$100,000. This capital raising is part of an agreement to raise an additional A$1 million. The balance of the capital raising is conditional upon the outcome of a due diligence review currently underway and obtaining approval of ElDore Mining Corporation Limited shareholders.

9 Contingent Liabilities

Since the last annual reporting date, there has been no material change of any contingent liabilities or contingent assets.

In the normal course of operations the entity may receive from time to time claims and suits for damages including workers compensation, vehicle accidents or other items of similar nature. The entity maintains specific insurance policies to transfer such risks. No provision has been included in the accounts unless Directors believe that a liability has been crystalised. In circumstances where the claim is material, has merit and is not covered by insurance, the financial effect will be provided for within the financial statements.

Directors' Declaration

In the opinion of the directors of ElDore Mining Corporation Limited:

1. the financial statements and notes of the Consolidated entity are in accordance with the Corporations Act 2001, including:

   (a) giving a true and fair view of the financial position of the Group as at 31 December 2006 and of its performance as represented by the results of its operations and cash flows, for the half-year ended on that date; and

   (b) complying with Australian Accounting Standard AASB 134 "Interim Financial Reporting" and the Corporations Regulations 2001; and

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.

Signed in accordance with a resolution of the directors:

Tim Collver
Director

Sydney

16 March 2007

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Independent auditor's review report to members of ElDore Mining Corporation Limited

We have reviewed the accompanying 31 December 2006 financial report of ElDore Mining Corporation Limited and the entities it controlled during the half-year period, which comprises the condensed balance sheet as at 31 December 2006, and the condensed income statement, condensed statement of changes in equity and condensed cash flow statement for the half-year period ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration.

Directors Responsibility for the Half Year Financial Report

The directors of the company are responsible for the preparation and fair presentation of the 31 December 2006 financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the 31 December 2006 financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express a conclusion on the 31 December 2006 financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2006 and its performance for the half-year period ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001* and other mandatory financial reporting requirements in Australia. As the auditor of ElDore Mining Corporation Limited and the entities it controlled during the half-year period, 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.

Independence
In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We have given to the directors of the company a written Auditor's Independence Declaration, a copy of which is included in the Directors' 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 interim financial report of ElDore Mining Corporation Limited and the entities it controlled during the half-year period is not in accordance with:

(a) the *Corporations Act 2001*, including:
   (i) giving a true and fair view of the consolidated entity's financial position as at 31 December 2006 and of its performance for the half-year period ended on that date; and
   (ii) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*; and

(b) other mandatory financial reporting requirements in Australia.

Inherent Uncertainty Regarding Continuation of Going Concern

Without qualification to the opinion expressed above, attention is drawn to the following matter. As a result of the matters disclosed in Note 1(f) Going Concern, there is significant uncertainty whether the Company and the consolidated entity will be able to continue as going concerns and therefore whether they will be able to pay their debts as and when they fall due and realise their assets and extinguish their liabilities in the normal course of business at the amounts stated in the financial report. The financial report does not include any adjustments relating to the recoverability or classification of recorded amounts, or to the amounts or classification of liabilities that might be necessary should the Company and the consolidated entity not be able to continue as going concerns.

Ernst & Young

Ernst & Young

Paul Flynn

Paul Flynn
Partner
Sydney
16 March 2007