



**AUSTRALIA MINERALS
& MINING GROUP LTD**

ABN 45 125 301 206

**INTERIM REPORT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2013**

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CORPORATE DIRECTORY

DIRECTORS

Luke Atkins (Chairman)
Ric Dawson (Managing Director)
Daniel Tenardi (Non-Executive Director)
Peter Bailey (Non-Executive Director)

COMPANY SECRETARY

Piers Lewis

REGISTERED OFFICE & PRINCIPAL PLACE OF BUSINESS

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Email: info@ammg.com.au
Website: www.ammg.com.au

AUDITORS

Moore Stephens
Level 3, 12 St Georges Terrace,
PERTH WA 6000

SHARE REGISTRY

Security Transfer Registrars Pty Ltd
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Applecross WA 6153
Telephone: +618 9315 2333
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STOCK EXCHANGE LISTING

The Company is listed on Australian Securities
Exchange Limited

Home Exchange: Perth
ASX Codes: AKA
AKAOB

Australia Minerals and Mining Group Limited
ABN 45 125 301 206

DIRECTORS' REPORT

The Directors present their report on Australia Minerals and Mining Group Limited for the half-year ended 31 December 2013.

BOARD OF DIRECTORS

The names and details of the Australia Minerals and Mining Group Limited ("Company") directors in office during the financial period and until the date of this report are as follows. Directors were in office for this entire period unless otherwise stated.

Luke Atkins	Chairman
Ric Dawson	Managing Director
Daniel Tenardi	Non-Executive Director
Peter Bailey	Non-Executive Director

COMPANY SECRETARY

Piers Lewis

REVIEW OF OPERATIONS

During the six monthly period ending 31 December 2013, AMMG made significant changes to its project portfolio through relinquishments of less prospective project areas, as well as identifying its most advanced, key projects. As a result of the project rationalisation, AMMG directed its activities towards marketing and further developing its key projects, with exploration activities limited during the period.

Major reductions to expenditure were implemented by AMMG, with board fees and senior technical management expenses taking significant cuts, as well as major reductions in tenement commitments and exploration expenditure.

During the period the Company made further advancements towards the commercialisation of its **100% owned South West High Purity Alumina (HPA) Project**. In July 2013 AMMG commenced preparations on a Definitive Feasibility Study (DFS) for the construction of its proposed HPA processing plant.

AMMG engaged consulting engineers to complete a **process plant study**, which was intended to form some of the technical components of the DFS.

The Company's HPA process plant study aimed at providing details for the design, construction and cost estimates necessary for pursuing financing options for a proposed HPA processing plant. Despite taking longer than the agreed timeline, the favourable opex and capex figures indicated by the process plant study allowed the Company to progress funding negotiations, with a number of finance proposals submitted for the Company's consideration.

Furthermore, upon receipt of the process plant study in December 2013, AMMG identified a number of potential opportunities that could improve the cost estimations of its HPA project through a combined economic and technical assessment. Based on those ideas, AMMG **engaged specialist consultants** (subsequent to half-year end) to commence **batch optimisation test work** with a view to producing **commercial samples of 99.99% (4N) HPA** for off-take negotiations.

During the six-monthly period, AMMG received requests for samples of its 4N HPA product from a number of potential HPA end-users located in Asia, the Middle East and Europe. The Company is confident that, provided the successful production of 4N HPA samples, the interested parties will be satisfied with the quality of AMMG's 4N HPA end-product; as well as the energy and cost efficiency potential anticipated by the Company's innovative processing method.

AMMG also received a number of requests for commercial samples of its unique raw **kaolin/aluminous clay material**, which contains very low levels of impurities such as iron and titanium; as well as high alumina content (screened grades of up to 38% Al₂O₃). Given the enormity of the Company's resource as well as the current estimated exploration target, the opportunity to produce kaolin, at a minimal cost, as a bulk export commodity for use in the high brightness paper, high quality coating and advanced ceramics markets is considerable.

Australia Minerals and Mining Group Limited
ABN 45 125 301 206

DIRECTORS' REPORT

REVIEW OF OPERATIONS (Cont)

AMMG was the corporate sponsor of the **3rd Asian Bauxite & Alumina** conference held in Singapore over two days from October 30, 2013. The conference was a significant opportunity for the Company to promote its HPA project amongst the global alumina industry.

Following the conference, AMMG participated in the **China Mining 2013 Congress** (booth 3207), held in Tianjin over three days from November 2, 2013. AMMG then conducted an investor road show to other parts of China to discuss potential investment and/or joint venture opportunities. During the road show AMMG visited a **manufacturing facility in Shanghai**, owned and operated by a German-based international engineering group. Discussions were held regarding the facility's capabilities to potentially supply plant equipment for AMMG's proposed HPA plant.

Following the road show, AMMG gave a presentation at the International Bauxite, Alumina, Aluminium Society/China Aluminium International Engineering Co (**IBAAS/CHALIECO**) conference in Nanning from November 28, 2013.

A number of joint venture submissions for the development of its **Glenarty Creek Mineral Sands Project** were received during the period. The Company is continuing discussions with these parties and reviewing proposals submitted by third party interest.

The 100% owned project is located in a known mineral sands region in the south-west region of Western Australia. AMMG delineated a **inferred resource** at its **Rover Range Deposit** of **701Mt at 3.8% heavy mineral (HM)** containing 2.6% ilmenite, using a lower cut-off of 2% ilmenite. Nearby Miller's Mill Deposit contains an **inferred resource** of **106Mt at 3.6% HM** containing 2.8% ilmenite, using a lower cut-off of 2.5% ilmenite over the entire thickness of the resource.

During the period the Company acquired the **Donnelly Graphite Project**, located approximately 95kms from Bunbury port in the south-west of Western Australia. The 21-block tenement application covers an area with known 'amorphous' graphite mineralisation in metamorphic rocks. AMMG has delineated an **exploration target* of between 200,000 - 600,000 tonnes** at 20% amorphous graphite, which after processing equates to 40,000 to 120,000 tonnes of >86% graphite fine to medium flake end-product.

**The term target should not be misunderstood nor misconstrued as an estimate of Mineral Resources and Reserves as defined by the JORC Code (2012), and therefore the term has not been used in this context. It is uncertain if further exploration or feasibility study will result in the determination of a Mineral Resource or Mining Reserve. The exploration targets have been based upon historical RAB and aircore drilling, surface mapping and chemical analysis. Follow-up activities would include new RAB and aircore drilling upon granting of tenement applications. The approximation was based on areas of known outcrop/drill hole intercepts multiplied by local depth intersections or estimates multiplied by the specific gravity (SG) of 1.8 to provide a tonnage estimation.*

RESULTS OF OPERATIONS

The operating loss after income tax of the Company for the half-year ended 31 December 2013 was \$524,985 (2012:\$717,009). The Company's basic loss per share for the period was 0.5 cents (2012: 0.7 cents).

No dividend has been paid during or is recommended for the financial period ended 31 December 2013.

FINANCIAL POSITION

The Company's working capital, being current assets less current liabilities was \$2,431,871 at 31 December 2013 (30 June 2013: \$3,256,845).

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.

Australia Minerals and Mining Group Limited
ABN 45 125 301 206

DIRECTORS' REPORT

AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's independence declaration for the half-year ended 31 December 2013 has been received and immediately follows the Directors' Report.

This report has been made in accordance with a resolution of the Board of Directors.

Ric Dawson
Executive Director

Dated at Perth this 4th day of March 2014

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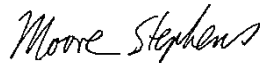
**AUDITOR'S INDEPENDENCE DECLARATION UNDER
S307C OF THE *CORPORATIONS ACT 2001* TO THE DIRECTORS OF AUSTRALIA MINERALS &
MINING GROUP LIMITED**

As lead auditor for the review of Australia Minerals & Mining Group Limited for the half-year ended 31 December 2013, I declare that, to the best of my knowledge and belief, there have been:

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



Neil Pace
Partner



Moore Stephens
Chartered Accountants

Signed at Perth this 4th day of March 2014

STATEMENT OF FINANCIAL POSITION

As at 31 December 2013

	Note	31 December 2013 \$	30 June 2013 \$
Current Assets			
Cash and cash equivalents		2,451,945	2,827,198
Trade and other receivables		214,300	689,698
Total Current Assets		2,666,245	3,516,896
Non Current Assets			
Property, Plant & Equipment		14,370	22,753
Exploration and evaluation expenditure		2,988,376	3,160,887
Development expenditure		1,225,903	720,024
Total Non-Current Assets		4,225,649	3,903,664
TOTAL ASSETS		6,891,894	7,420,560
Current Liabilities			
Trade and other payables		234,374	260,051
TOTAL LIABILITIES		234,374	260,051
NET ASSETS		6,657,521	7,160,509
Equity			
Issued Capital		9,422,571	9,403,181
Reserves		1,408,487	1,405,881
Accumulated losses		(4,173,538)	(3,648,553)
TOTAL EQUITY		6,657,521	7,160,509

The above statement of financial position should be read in conjunction with the accompanying notes.

STATEMENT OF COMPREHENSIVE INCOME

For the Half-Year Ended 31 December 2013

	31 December 2013 \$	31 December 2012 \$
Revenue from ordinary activities	176,695	256,203
Expenses		
Accounting and audit fees	(10,888)	(15,412)
ASX and Share Registry fees	(30,108)	(36,275)
Company Secretarial fees	(27,168)	(26,476)
Director's fees	(4,889)	(75,333)
Depreciation	(8,352)	(14,372)
Employee benefits expense	(69,621)	(163,825)
Insurance expense	(28,174)	(39,797)
Rent expense	(26,251)	(33,877)
Expense of Share based payments	(21,996)	(78,444)
Exploration expenditure written off	(389,056)	(360,370)
Other expenses	(85,177)	(129,031)
Loss before income tax expense	(524,985)	(717,009)
Income tax expense	-	-
Loss from continuing operations	(524,985)	(717,009)
Other comprehensive Income	-	-
Total comprehensive income / (loss) for the period	(524,985)	(717,009)
Total comprehensive income / (loss) attributable to members of Company	(524,985)	(717,009)
Basic loss per share (cents per share)	(0.5)	(0.7)
Diluted loss per share (cents per share)	(0.5)	(0.7)

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY

For the Half-Year Ended 31 December 2013

	Issued Capital	Accumulated losses	Reserves	Total
	\$	\$	\$	\$
Balance at 1 July 2012	8,805,581	(2,291,779)	921,049	7,434,851
Loss for the period	-	(717,009)	-	(717,009)
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	(717,009)	-	(717,009)
Performance rights issued	-	-	55,000	55,000
Issue of shares	597,600	-	-	597,600
Directors and Employee options	-	-	23,444	23,444
Share based payments	-	-	56,000	56,000
Options issued to shareholders	-	-	108,554	
Balance at 31 December 2012	9,403,181	(3,008,788)	1,164,047	7,558,440
Balance at 1 July 2013	9,403,181	(3,648,553)	1,405,881	7,160,509
Loss for the period	-	(524,985)	-	(524,985)
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	(524,985)	-	(524,985)
Performance rights converted to shares issued	19,390	-	(19,390)	-
Share based payments			21,996	21,996
Balance at 31 December 2013	9,422,571	(4,173,538)	1,408,487	6,657,521

The above statement of changes in equity should be read in conjunction with the accompanying notes.

STATEMENT OF CASH FLOWS

For the Half-Year Ended 31 December 2013

	31 December 2013 \$	31 December 2012 \$
Cash Flows from Operating Activities		
Receipts from customers	7,500	-
Payments to suppliers, contractors and employees	(295,829)	(465,198)
Payments for exploration and evaluation	(128,403)	(1,307,600)
Interest received	51,778	98,098
Research & Development	(417,235)	(27,675)
Research & Development tax refund	406,936	316,860
Net cash flows used in operating activities	(375,253)	(1,385,515)
Cash Flows from Investing Activities		
Purchase of Property, Plant & Equipment	-	(1,785)
Net cash used in investing activities	-	(1,785)
Cash Flows from Financing Activities		
Proceeds from issue of options	-	108,554
Net cash flows from financing activities	-	108,554
Net increase/(decrease) cash and cash equivalents	(375,253)	(1,278,746)
Cash and cash equivalents at the beginning of the financial period	2,827,198	4,955,630
Cash and cash equivalents at the end of the financial period	2,451,945	3,676,884

The above statement of cash flows should be read in conjunction with the accompanying notes.

CONDENSED NOTES TO THE HALF YEAR FINANCIAL STATEMENTS

1. Corporate Information

The financial report of Australia Minerals and Mining Group Limited (the Company) for the half-year ended 31 December 2013 was authorised for issue in accordance with a resolution of the directors on 4 March 2014. Australia Minerals and Mining Group Limited is a limited company incorporated in Australia and its shares are publicly traded on the Australian Securities Exchange.

The nature of the operations and principal activities of the Company are described on page 4 of this report.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

These general purpose interim financial statements for half-year reporting period ended 31 December 2013 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: Interim Financial Reporting.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Australia Minerals and Mining Group Limited and its controlled entities (referred to as the consolidated group or the Group). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2013, together with any public announcements made during the following half-year.

Accounting Policies

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements, except in relation to the matters discussed below.

Critical Accounting Estimates and Judgments

The critical estimates and judgments are consistent with those applied and disclosed in the June 2013 annual report.

New and Revised Accounting Requirements Applicable to the Current Half-year Reporting Period

(i) *Consolidated financial statements, joint arrangements and disclosure of interests in other entities*

The Group has adopted the following new and revised Australian Accounting Standards from 1 July 2013 together with consequential amendments to other Standards:

- AASB 10: *Consolidated Financial Statements*;
- AASB 127: *Separate Financial Statements* (August 2011);
- AASB 11: *Joint Arrangements*;
- AASB 128: *Investments in Associates and Joint Ventures* (August 2011);
- AASB 12: *Disclosure of Interests in Other Entities*;
- AASB 2011–7: *Amendments to Australian Accounting Standards arising from the Consolidation and Joint Arrangements Standards*; and
- AASB 2012–10: *Amendments to Australian Accounting Standards – Transition Guidance and Other Amendments*.

These Standards became mandatorily applicable from 1 January 2013 and became applicable to the Group for the first time in the current half-year reporting period 1 July 2013 to 31 December 2013. The Group has applied these Accounting Standards retrospectively in accordance with AASB 108: *Accounting Policies, Changes in Accounting Estimates and Errors* and the specific transition requirements in AASB 10 and AASB 11. The effects of initial application of these Standards in the current half-year reporting period are as follows:

- *Consolidated financial statements:*
AASB 10 provides a revised definition of control and additional application guidance so that a

CONDENSED NOTES TO THE HALF YEAR FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

single control model will apply to all investees. Revised AASB 127 facilitates the application of AASB 10 and prescribes requirements for separate financial statements of the parent entity. On adoption of AASB 10, the assets, liabilities and non-controlling interests related to investments in businesses that are now assessed as being controlled by the Group, and were therefore not previously consolidated, are measured as if the investee had been consolidated (and therefore applied acquisition accounting in accordance with AASB 3: *Business Combinations*) from the date when the Group obtained control of that investee on the basis of the requirements in AASB 10.

Upon the initial application of AASB 10, retrospective restatement of financial statement amounts of the year that immediately precedes the date of initial application (ie 2012–2013) is necessary. When control is considered to have been obtained earlier than the beginning of the immediately preceding year (ie pre-1 July 2012), any difference between the amount of assets, liabilities and non-controlling interests recognised and the previous carrying amount of the investment in that investee is recognised as an adjustment to equity as at 1 July 2012.

Although the first-time application of AASB 10 (together with the associated Standards) caused certain changes to the Group's accounting policy for consolidation and determining control, it did not result in any changes to the amounts reported in the Group's financial statements as the "controlled" status of the existing subsidiaries did not change, nor did it result in any new subsidiaries being included in the Group as a consequence of the revised definition. However, the revised wording of accounting policy for consolidation is set out in Note 1(d).

– *Disclosure of interest in other entities:*

AASB 12 is the Standard that addresses disclosure requirements of AASB 10, AASB 11, AASB 127 and AASB 128. New disclosures, that are material to this interim financial report and associated with the Group's interests in subsidiaries and joint arrangements as prescribed by AASB 12 have been set out in Notes 9 and 10 respectively. Further, as required by AASB 12, details of the significant judgments made in determining the controlled entity status of subsidiaries are disclosed in Note 1(h).

(ii) *Fair value measurements and disclosures*

The Group has adopted AASB 13: *Fair Value Measurement* and AASB 2011–8: *Amendments to Australian Accounting Standards arising from AASB 13* from 1 July 2013 together with consequential amendments to other Standards. These Standards became mandatorily applicable from 1 January 2013 and became applicable to the Group for the first time in the current half-year reporting period 1 July 2013 to 31 December 2013. AASB 13 sets out a comprehensive framework for measuring the fair value of assets and liabilities and prescribes enhanced disclosures regarding all assets and liabilities measured at fair value. New disclosures prescribed by AASB 13 that are material to this interim financial report have been provided in Note 11. Although these Standards do not significantly impact the fair value amounts reported in the Group's financial statements, the directors have determined that additional accounting policies providing a general description of fair value measurement and each level of the fair value hierarchy, as set out in Note 1(f), should be incorporated in these financial statements.

(iv) *Other*

Other new and amending Standards that became applicable to the Group for the first time during this half-year reporting period are as follows:

AASB 2012–2: *Amendments to Australian Accounting Standards – Disclosures – Offsetting Financial Assets and Financial Liabilities* and AASB 2012–5: *Amendments to Australian Accounting Standards arising from Annual Improvements 2009–2011 Cycle*.

These Standards make changes to presentation and disclosure requirements, but did not affect the Group's accounting policies or the amounts reported in the financial statements.

AASB 119: *Employee Benefits* (September 2011) and AASB 2011–10: *Amendments to Australian Accounting Standards arising from AASB 119* (September 2011).

These Standards did not affect the Group's accounting policies or the amounts reported in the financial statements, mainly because the Group does not have defined benefit plan assets or obligations.

Australia Minerals and Mining Group Limited
ABN 45 125 301 206

CONDENSED NOTES TO THE HALF YEAR FINANCIAL STATEMENTS

3. Earnings Per Share

	31 Dec 2013	31 Dec 2012
	Cents	Cents
Basic loss per share	(0.5)	(0.7)
Diluted loss per share	(0.5)	(0.7)

Weighted average number of ordinary shares used in the calculation of basic loss per share is 107,620,002. Options to purchase ordinary shares not exercised at 31 December 2013 have not been included in the determination of basic earnings per share.

4. Contributed Equity

(a) Issued and paid up capital

	31 December 2013	30 June 2013
	\$	\$
Ordinary shares		
Shares issued and fully paid	10,198,509	10,179,119
Capital raising costs	(775,938)	(775,938)
Issued and fully paid capital	<u>9,422,571</u>	<u>9,403,181</u>

(b) Movement in ordinary shares on issue

		Number of Shares	Total \$
1/07/2013	Opening Balance	107,620,002	9,403,181
26/08/2013	Employee Rights converted into ordinary shares	105,200	14,728
03/12/2013	Employee Rights converted into ordinary shares	<u>33,300</u>	<u>4,662</u>
31/12/2013	Closing Balance	<u>107,758,502</u>	<u>9,422,571</u>

5. Segment Information

Management has determined that the Company has one reporting segment being material exploration. As the Company is focused on mineral exploration, management make resource allocation decisions by reviewing the working capital balance, comparing cash balances to committed exploration expenditure and the current results of exploration work performed. This internal reporting framework is the most relevant to assist the Board with making decisions regarding the Company and its ongoing exploration activities, while also taking into consideration the results of exploration work that has been performed to date and capital available to the Company.

The exploration assets as presented relate to the reporting segment, as identified above. All revenue and expenses relate to corporate activities and would not be used to assess segment performance.

Australia Minerals and Mining Group Limited
ABN 45 125 301 206

CONDENSED NOTES TO THE HALF YEAR FINANCIAL STATEMENTS

6. Subsequent Events

Since the end of the half year, the Directors are not aware of any matter or circumstance not otherwise dealt with in the Directors' Report or the Financial Statements that has significantly or may significantly affect the state of affairs or operations of the Company in the future financial periods.

7. Contingent Liabilities

In the opinion of the directors, there are no contingent liabilities at 31 December 2013 and none were incurred in the interval between the period end and the date of this financial report.

8. Cash and Cash Equivalents

For the purposes of the half year Cash Flow Statement, cash and cash equivalents comprise the following at 31 December 2013:

	31 December 2013	31 December 2012
	\$	\$
Cash at bank and in hand	307,119	541,995
Short-term deposits	2,144,826	3,134,889
	<u>2,451,945</u>	<u>3,676,884</u>

9. Related Party Disclosures

Mrs. E.A Atkins (a related party to Mr. Luke Atkins) owns the premises that the Company rents for its registered office. During the half year the Company paid \$23,636 (2012 – \$26,000) on normal commercial terms and conditions.

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Australia Minerals and Mining Group Limited, I state that:

In the opinion of the directors:

- (a) the financial statements and notes of the Company are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the financial position as at 31 December 2013 and of the performance for the half-year ended on that date of the Company; and
 - (ii) complying with Accounting Standards AASB 134: "Interim Financial Reporting" and the Corporations Regulations 2001; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

On behalf of the Board

Ric Dawson
Executive Director

Perth, Western Australia
4th March 2014

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**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS
OF AUSTRALIA MINERALS & MINING GROUP LIMITED AND ITS
CONTROLLED ENTITIES**

Report on the Half-year Financial Report

We have reviewed the accompanying half-year financial report of Australia Minerals & Mining Group Limited which comprises the consolidated condensed statement of financial position as at 31 December 2013, the consolidated condensed statement of profit or loss and other comprehensive income, consolidated condensed statement of changes in equity, the consolidated condensed 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.

Directors' Responsibility for the Half-Year Financial Report

The directors of Australia Minerals & Mining Group Limited are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) 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 Australia Minerals & Mining Group Limited's financial position as at 31 December 2013 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 Australia Minerals & Mining Group Limited, 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 confirm that the independence declaration required by the Corporations Act, which has been given to the directors of Australia Minerals & Mining Group Limited, would be in the same terms if provided to the directors as at the time of this auditor's review report.

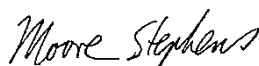
Conclusion

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 Australia Minerals & Mining Group Limited is not in accordance with the *Corporations Act 2001* including:

- (i) giving a true and fair view of the consolidated entity's financial position as at 31 December 2013 and of its performance for the half-year ended on that date; and
- (ii) complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001.



Neil Pace
Partner



Moore Stephens
Chartered Accountants

Signed at Perth this 4th day of March 2014