

OAKDALE RESOURCES LIMITED
ACN 009 118 861

Preliminary Financial Report
for the year ended 30 June 2018

OAKDALE RESOURCES LIMITED

ACN 009 118 861

Appendix 4E Preliminary Final Report

1. Reporting period

Report for the financial year ended 30 June 2018
Previous corresponding period is the financial year ended 30 June 2017

2. Results for announcement to the market

Revenue from ordinary activities	Up	-	to	-
Loss from ordinary activities after tax attributable to members	Up	536%	to	(\$3,553,147)
Net loss for the year attributable to members	Up	536%	to	(\$3,553,147)
* NM – Not Meaningful				

Dividends	Amount per security	Franked amount per security
Interim dividend	¢ -	¢ -
Final dividend	¢ -	¢ -
Record date for determining entitlements to the dividend	N/A	

Brief explanation of any of the figures reported above

The net loss for the Consolidated entity for the year ended 30 June 2018 amounted to \$3,553,147 (2017: 559,401)

During the financial year ended 30 June 2018, the Company relinquished low value mining tenements and written off \$2,979,855 the capitalised value of exploration costs.

On 10 August 2018, the Company formally terminated its agreement with Africa Mineral Sands Pte Ltd (Africa Mineral Sands Project), the Company made an initial investment of \$300,000 in Africa Mineral Sands Project on 29 November 2017 and value of this investment was written off in full and included in the net loss for the year ended 30 June 2018.

The Company is continuing to explore off-take and other strategic agreements for its graphite and is seeking to identify and commence discussions with potential users for its graphite products.

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Appendix 4E Preliminary Final Report

3. Net tangible assets per security

	Current period	Previous corresponding period
Net tangible asset backing per ordinary share	(0.01) cents per share	0.03 cents per share

4. Dividends

There were no dividends paid or declared by the Company during the financial year.

5. Audit review

The Financial Statements for the year ended 30 June 2018 are in the process of being audited, and company, but no material adjustment or qualification is expected.

6. Attachment

The Preliminary Financial Report of Oakdale Resources Limited and its Controlled entities for the year ended 30 June 2018 is attached

Signed



John E Lynch
Director

Melbourne, 31 August 2018

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PRELIMINARY FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2018

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CORPORATE DIRECTORY

Board of Directors

Mr John E Lynch
Mr Graham White
Mr Andrew Harrington

Company Secretary

Mr Hemant Amin

Auditors

BDO East Coast Partnership
727 Collins Street,
Melbourne VIC 3008

Registered & Principal Office

8 Maud Street
Newstead QLD - 4006

Postal address: PO Box 3199, Newstead QLD - 4006

Telephone: (07) 3624 8188
Facsimile: (07) 3623 8133

Stock Exchange Listing

Oakdale Resources Limited shares are listed on the Australian Securities Exchange
(ASX Code – OAR)

Share Registry

Security Transfer Registrars Pty Limited
770 Canning Highway
Applecross WA 6153

Telephone: (08) 9315 2333
Facsimile: (08) 9315 2233

OAKDALE RESOURCES LIMITED
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CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2018

	Notes	2018 \$	2017 \$
Revenue			
Other income	1(c)	-	1,239
Expenses			
Administration expenses		(273,287)	(186,238)
Relinquishment of tenements		(2,979,855)	(372,829)
Investment write off		(300,000)	-
Interest expenses		(5)	(1,573)
Total expenses		(3,553,147)	(560,640)
Loss before income tax		(3,553,147)	(559,401)
Income tax expense	2	-	-
Loss after income tax for the year		(3,553,147)	(559,401)
Other comprehensive income for the year net of tax		-	-
Total comprehensive income for the year		(3,553,147)	(559,401)
Comprehensive income attributable to the members of the Parent Entity		(3,553,147)	(559,401)
Loss per share from continuing operations	9	(5.88) cents	(1.03) cents
Diluted loss per share from continuing operations	9	(5.88) cents	(1.03) cents

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

OAKDALE RESOURCES LIMITED
ACN 009 118 861

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2018

	Note	2018 \$	2017 \$
CURRENT ASSETS			
Cash and cash equivalents	3	2,675	70,002
Trade and other receivables		3,884	3,844
Prepayment		7,721	-
TOTAL CURRENT ASSETS		14,280	73,846
NON CURRENT ASSETS			
Exploration & evaluation costs	4	4,515,388	7,400,844
TOTAL ASSETS		4,529,668	7,474,690
CURRENT LIABILITIES			
Trade and other payables	5	129,635	33,440
Borrowings	6	95,930	-
TOTAL LIABILITIES		225,565	33,440
NET ASSETS		4, 304,103	7, 441,250
EQUITY			
Contributed equity	7	5,025,596	4,609,596
Retained earnings		(721,493)	2,831,654
TOTAL EQUITY		4,304,103	7,441,250

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

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2018

	Contributed Equity \$	Retained Earnings \$	Total \$
Balance at 1 July 2016	4,609,596	3,391,055	8,000,651
Loss attributable to members	-	(559,401)	(559,401)
Balance at 30 June 2017	4,609,596	2,831,654	7,441,250
Balance at 1 July 2017	4,609,596	2,831,654	7,441,250
Issue of shares – AMS Investment	300,000	-	300,000
Issue of shares – Share placement	116,000	-	116,000
Loss attributable to members	-	(3,553,147)	(3,553,147)
Balance at 30 June 2018	5,025,596	(721,493)	4,304,103

The Consolidated Statement of Changes in Equity should be read in conjunction with the attached notes.

OAKDALE RESOURCES LIMITED
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CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2018

	Note	2018 \$	2017 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Payments to suppliers and employees		(230,053)	(181,965)
Interest received		-	1,239
Interest paid		(5)	(1,573)
Net cash used in operating activities	10(b)	(230,058)	(182,299)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for exploration and evaluation costs		(49,199)	(126,179)
Receipts of research and development grants		-	246,927
Net cash (used in)/from investing activities		(49,199)	120,748
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		116,000	-
Proceeds from borrowing from related entities		95,930	-
Net cash provided by financing activities		211,930	-
Net decrease in cash and cash equivalents		(67,327)	(61,551)
Cash and cash equivalents at beginning of year		70,002	131,553
Cash and cash equivalents at end of year	3	2,675	70,002

The Consolidated Statement of Cash Flows should be read in conjunction with the attached notes.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 JUNE 2018**

1. REVENUE

	2018	2017
	\$	\$
(a) Revenue from services or sale of goods	-	-
(b) Other revenue:		
Interest revenue from other persons	-	1,239
	-	1,239

2. TAXATION

The components of income tax expense are:

Current tax	-	-
Deferred tax charge	-	-

Income tax expense reported in Consolidated Statement of Profit or Loss and Other Comprehensive Income

- -

Prima facie tax on loss from ordinary activities before income tax is reconciled to the income tax as follows:

Loss before income tax	(3,553,147)	(559,401)
Income tax expense at 30% (2017: 30%)	(1,065,944)	(167,820)
Income tax benefit not brought to account on losses in the year	1,065,944	167,820
Tax benefit in relation to prior year losses taken up	-	-
Income tax expense	-	-

The following deferred tax assets have not been recognised as recovery is not considered probable:

Attributable to tax losses	2,378,898	2,282,150
	2,378,898	2,282,150

3. CASH AND CASH EQUIVALENTS

Cash at bank	2,675	70,002
	2,675	70,002

Cash at bank earns interest at floating rates based on daily bank deposit rates.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 JUNE 2018**

4. EXPLORATION & EVALUATION COSTS

	2018	2017
	\$	\$
NON CURRENT		
Exploration Expenditure		
Costs carried forward in respect of areas of interest in:		
– exploration and evaluation phases	4,515,388	7,400,844
	4,515,388	7,400,844
Opening balance	7,400,844	7,894,421
Additional expenditure	94,399	126,179
Relinquishment of tenements	(2,979,855)	(372,829)
Receipt of research and development grants	-	(246,927)
Closing balance	4,515,388	7,400,844

5. TRADE AND OTHER PAYABLES

Current - Trade and other payables (i)	129,635	33,440
	129,635	33,440

(i) Trade payables are non-interest bearing and are normally settled on 30-day terms.

6. BORROWINGS

Current – unsecured loan (i)	95,930	-
	95,930	-

(i) Mr John E Lynch, a director of Oakdale Resources Limited provided unsecured interest free loan to the Company, during the financial year ended 30 June 2018.

7. CONTRIBUTED EQUITY

	\$	Number
(a) Fully paid ordinary shares	5,025,596	64,837,685
(b) Movement in value of issued shares		
Balance as at 1 July 2016	4,609,596	54,437,685
Movement during the year	-	-
Balance as at 30 June 2017	4,609,596	54,437,685
Issue of shares– AMS Investment	300,000	7,500,000
Issue of shares– Share placement	116,000	2,900,000
Balance as at 30 June 2018	5,025,596	64,837,685

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

7. CONTRIBUTED EQUITY (CONT'D)

Lymex Tenements Pty Ltd was deemed to be the accounting acquirer under AASB 3 Business Combinations. As such in disclosing the movements in contributed equity, the dollar value is represented by the accounting acquirer Lymex Tenements Pty Ltd and the number of shares is that of the Legal acquirer Oakdale Resources Limited.

Issue of shares to Africa Mineral Sands

On 29 November 2017, the Company issued 7,500,000 shares to nominees of Africa Mineral Sands Pte. Ltd (AMS), for acquiring 1% equity interest in AMS and option to acquire up to 51% equity interest in AMS. The Company terminated the agreement to acquire equity interest in AMS on 10 August 2018 and choose not to proceeds with AMS project.

To give effect to the termination, Madachi Holdings Pty Ltd (AMS's nominee) has now entered into a buy back agreement with Oakdale whereby it has agreed to sell back the Shares to Oakdale for nil consideration.

The buy-back is subject to shareholder approval and once bought back, the Shares will be cancelled. A special resolution for the buyback will be put to shareholders at Oakdale's next shareholders' meeting, due to be held in November 2018.

Share placement

On 29 November 2017, the Company issued 2,900,000 shares to sophisticated investors at 4 cents each to raise \$110,000 for working capital.

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the company in proportion to the number of, and amounts paid on, the shares held. The fully paid ordinary shares have no par value and the company does not have a limited amount of authorised capital. On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

Share buy-back

There is no current on-market share buy-back.

Capital risk management

The Consolidated entity's objective when managing capital are to safeguard its ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders. In order to maintain or adjust the capital structure, the Consolidated entity may reduce debts, adjust the amount of dividends paid to shareholders and return capital to shareholders or issue new shares.

The Consolidated entity would look to raise capital when an opportunity to invest in a business or consolidated entity was seen as value adding relative to the current Consolidated entity's share price at the time of the investment. The Consolidated entity is not actively pursuing additional investments in the short term as it continues to grow its existing business.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 JUNE 2018**

8. DIVIDENDS

There were no dividends proposed or paid by the Consolidated entity during the financial year or in the previous financial year.

9. EARNINGS PER SHARE

The following securities have been classified as ordinary shares and included in basic earnings per share:

	2018	2017
	\$	\$
Net loss used in calculating earnings per share	(3,553,147)	(559,401)
	Number	Number
Weighted average number of shares for basic and diluted loss per share	60,837,685	54,437,685
Loss per share	(5.88) cents	(1.03) cents

10. NOTES TO THE STATEMENT OF CASH FLOWS

- a) For the purpose of the Consolidated Statement of Cash Flows, cash includes cash on hand and at bank on short term deposits at call, net of outstanding bank overdrafts. Cash as at the end of the financial year as shown in the Consolidated Statement of Cash Flows is reconciled to the related items in the Consolidated Statement of Financial Position as follows:

	2018	2017
	\$	\$
Cash and cash equivalents (Note 3)	2,675	70,002
b) Reconciliation of cash flow from operations with operating loss after income tax:		
Loss after income tax	(3,553,147)	(559,401)
Non Cash items		
Relinquishment of tenements	2,979,855	372,829
Investment write off	300,000	-
Changes in asset and liabilities:		
(Increase) / decrease in receivables	(40)	1,310
Decrease in prepayment	(7,721)	-
Increase in trade and other payables	50,995	2,963
Cash out flow from operations	(230,058)	(182,299)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

11. SEGMENT REPORTING

Oakdale Resources Limited operates in the mineral exploration and mining industry in Australia. The Consolidated entity has adopted AASB8 *Operating Segments* whereby segment information is presented using a 'management approach', i.e. segment information is provided on the same basis as information used for internal reporting purposes by the Board of Directors. At regular intervals, the board is provided with management information at a group level for the Group's cash position, the carrying values of exploration permits and a group cash forecast for the next twelve months of operation. On this basis, no segment information is included in these financial statements.

12. COMMITMENTS FOR EXPENDITURE

Consolidated entity is committed to capital expenditure on its mining tenements as follows;

	2018	2017
	\$	\$
Payable :		
Not later than one year	40,000	-
Later than one year but not later than two years	40,000	-
Later than two years but not later than five years	-	-
	80,000	-

13. CONTINGENT LIABILITIES AND COMMITMENTS

At balance date the Consolidated entity has no contingent liabilities or commitments.

14. EVENTS SUBSEQUENT TO REPORTING DATE

On 10 August 2018 the Company formally terminated its agreement with Africa Mineral Sands Pte. Ltd (AMS) to acquire 51% equity interest in AMS (announced on 29 November 2017). In part satisfaction of Oakdale's obligations under the agreement, it was required to issue 7,500,000 fully paid ordinary shares (Shares) to AMS (or its nominee). To give effect to the termination, Madachi Holdings Pty Ltd (AMS's nominee) has entered into a buy back agreement with Oakdale whereby it has agreed to sell back the Shares to Oakdale for nil consideration. The buy-back is subject to shareholder approval and once bought back, the Shares will be cancelled.

Apart from above, since the end of financial year 30 June 2018, the directors are not aware of any other matters or circumstances not otherwise dealt with in this report that has significantly or may significantly affect the operations or state of affairs of the Consolidated entity in future financial periods.