

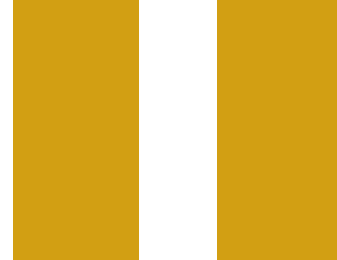


ABN 70 611 695 955

Half Yearly Report

*For the Financial Period
1 July 2016 to 31 December 2016*





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Corporate Directory

Directors

Gregory C Hall (Non-Executive Chairman)
Murray E Black (Non-Executive Director)
Melanie J Leighton (Non-Executive Director)
Stefan Murphy (Managing Director)

Company Secretary

John E Sendziuk

Principal Place of Business

First Floor, 768 Canning Highway
Applecross WA 6153
Telephone: 08 6323 7800
Facsimile: 08 9315 5004

Registered Office

First Floor 768 Canning Highway
Applecross WA 6153
Telephone: 08 6323 7800
Facsimile: 08 9315 5004

Solicitors

Jackson McDonald
Level 17, 225 St George's Terrace
PERTH WA 6000

Auditors

RSM Australia Partners
8 St George's Terrace
PERTH WA 6000

Share Registry

Security Transfer Registrars Pty Ltd
770 Canning Highway
Applecross, Western Australia 6153
Telephone +61 8 9315 0933

Bankers

Westpac Banking Corporation
Hannan Street
Kalgoorlie W A 6430

Directors' Report

The Directors of Great Boulder Resources Ltd present their report for the half-year ended 31 December 2016.

Directors

The following persons held office as directors of Great Boulder Resources Limited at the date of this report or were directors at any time during the half-year ended 31 December 2016, unless otherwise stated:

Gregory C Hall (Non-Executive Chairman)
Stefan Murphy (Managing Director) - appointed 1 September 2016
Murray E Black (Non-Executive Director)
Melanie J Leighton (Non-Executive Director)

Principal Activities

The principal continuing activity of the company is mineral exploration.

Significant Changes in the State of Affairs

The company successfully listed on the Australian Securities Exchange on 18 November 2016 during the period having raised \$6.1m (before costs). There were no other significant changes in the state of affairs of the company during the half-year.

Review of Operations

Operating Result

The loss from continuing operations for the half-year after providing for tax amounted to \$407,616.

Operational Highlights

Corporate

- Great Boulder successfully listed on the Australian Securities Exchange (ASX) on Friday 18 November 2016, having raised A\$6.1m (before costs).

Balagundi Gold Project (WA)

- Two phases of RC drilling totalling 5,610m have been completed at Balagundi, targeting mineralisation along the Mt Bellew trend;
- Mineralisation remains open and has now been confirmed over 300m of strike at Mt Bellew North and over 200m at Mt Bellew East;
- Best Results include:
 - 2m at 16.0g/t gold from 88m downhole, including 1m at 30.7 g/t
 - 2m at 4.5g/t gold from 25m downhole, including 1m at 7.6g/t
 - 4m at 3.5g/t gold from 26m downhole, including 1m at 9.0g/t and 1m at 4.3g/t
 - 4m at 3.5g/t gold from 75m downhole, including 1m at 12.6g/t
 - 4m at 5.6g/t gold from 135m, including 2m at 10.4g/t
 - 6m at 1.9g/t gold from 15m downhole, including 2m at 2.8g/t
 - 27m at 1.4g/t gold from 21m downhole, including 4m at 2.54 g/t

Jundee South

- +16oz in gold nuggets recovered from surface;
- Geochemical anomaly over 3km of strike, with highest anomalous results coincident with surface gold;
- Thick package of the Jundee mine sequence confirmed to extend through Great Boulder's Jundee South Project;
- Heritage survey completed post-half end (January 2017), ahead of planned drilling in February.

Tarmoola

- Large-scale gold potential confirmed by gold and pathfinder anomalies outlined over several kilometres in the world-class Leonora-Agnew gold district;
- Anomalies occur along granite-greenstone contact and interpreted structures consistent with the regional trend which hosts several world-class gold deposits;
- Gravity survey commenced in early February to define priority targets ahead of planned drill testing in late Q1 2017.

After Reporting Date Events

There has been no matter or circumstance that has arisen that has significantly affected, or may significantly affect:

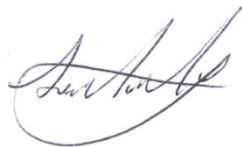
- the operations of the company ; or
- the result of its operations; or
- the state of affairs of the company subsequent to 31 December 2016.

Auditors' Independence Declaration

In accordance with section 307C of the Corporations Act 2001, the Directors have obtained a declaration of independence from RSM Australia Partners, the company's auditors, which has been included as part of these financial statements.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

Signed for on behalf of the board by:



Stefan Murphy

MANAGING DIRECTOR
2 March 2017, Perth

Statement of Profit or Loss and Other Comprehensive Income

For the Half-Year Ended 31 December 2016

	December 2016 \$
Other income	7,554
Depreciation	(225)
Corporate fees	(21,097)
Legal and professional	(60,264)
Share based payment expense	4 (35,820)
Employee benefits expense	(146,093)
Plant items written off	(11,303)
Administration expenses	(117,737)
Travel costs	(22,631)
Loss before income tax	(407,616)
Income tax benefit	-
Loss for the half year	(407,616)
Other comprehensive income	
Total comprehensive loss for the half year	(407,616)
Basic loss per share (cents)	(.91)
Diluted loss per share (cents)	(.91)

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

Statement of Financial Position

As at 31 December 2016

	Note	December 2016 \$	June 2016 \$
Current Assets			
Cash and cash equivalents		5,550,201	1,333,698
Other current assets		105,216	10,810
Total current assets		5,655,417	1,344,508
Non-Current Assets			
Property, plant and equipment		23,893	-
Exploration and evaluation expenditure	2	974,957	109,260
Total non-current assets		998,850	109,260
Total assets		6,654,267	1,453,768
Current Liabilities			
Trade and other payables	3	366,400	435,700
Borrowings		-	28,000
Total current liabilities		366,400	463,700
Total liabilities		366,400	463,700
Net assets		6,287,867	990,068
Equity			
Contributed equity	4	6,473,451	1,010,856
Option Premium Reserve		242,820	-
Accumulated losses		(428,404)	(20,788)
Total equity		6,287,867	990,068

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

Statement of Changes in Equity

For the Half-Year Ended 31 December 2016

	Contributed Equity	Option Premium Reserve	Accumulated Losses	Total Equity
	\$	\$	\$	\$
31 December 2016:				
Balance at 1 July 2016	1,010,856	-	(20,788)	990,068
Loss for the period	-	-	(407,616)	(407,616)
Total comprehensive income for the half-year	-	-	(407,616)	(407,616)
Shares issued during the period	6,394,100	-	-	6,394,100
Cost of share issue	(931,505)	-	-	(931,505)
Share based payments	-	242,820	-	242,820
Balance at 31 December 2016	6,473,451	242,820	(428,404)	6,287,867

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 2016

	December 2016
	\$
Cash Flows From Operating Activities	
Payments to suppliers and employees	(464,822)
Interest received	7,554
	<hr/>
Net cash used in operating activities	(457,268)
	<hr/>
Cash Flows From Investing Activities	
Payments for exploration and evaluation	(647,359)
Payment for plant and equipment	(35,422)
	<hr/>
Net cash used in investing activities	(682,781)
	<hr/>
Cash Flows From Financing Activities	
Proceeds from issue of shares (net of costs)	5,669,595
Share Issue Refund	(313,044)
	<hr/>
Net cash provided by financing activities	5,356,551
	<hr/>
Net decrease in cash held	4,216,503
Cash and cash equivalents at the beginning of the half-year	1,333,698
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Cash and cash equivalents at the end of the half-year	5,550,201
	<hr/>

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

Notes to the Financial Statements

For the half-year ended 31 December 2016

1. Summary of Significant Accounting Policies

a. Basis of Preparation

The half-year financial statements are a general purpose financial report prepared in accordance with the requirements of the Corporations Act 2001 and AASB 134 Interim Financial Reporting. Compliance with AASB 134 ensures compliance with International Financial Reporting Standards IAS 34: Interim Financial Reporting.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2016 and any public announcements made by Great Boulder Resources Limited during the half-year in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The half-year financial report does not include full disclosures of the type normally included in an annual financial report.

There are no comparative disclosures for the period ended 31 December 2015 as the Company was incorporated on 6 April 2016.

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.

New and Revised Accounting Standards

In the half-year ended 31 December 2016, the company has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to its operations and effective for the annual reporting period beginning on or after 1 July 2016. The adoption of these new and revised Standards and Interpretations has not resulted in a significant or material change to the entity's accounting policies.

31 December
2016
\$

2. Exploration and evaluation expenditure

Mining tenements at cost 974,957

Tenements

Carrying value at the beginning of the half-year 109,260

Capitalised mineral exploration and evaluation expenditure 765,697

Total exploration and evaluation expenditure 974,957

Notes to the Financial Statements

For the half-year ended 31 December 2016



	31 December 2016 \$	30 June 2016 \$
3. Trade and other payables		
Payables and accrued expenses	366,400	435,700
	<hr/>	<hr/>
Total trade and other payables	366,400	435,700
	<hr/>	<hr/>

	31 December 2016 \$	30 June 2016 \$
4. Issued capital		
(a) Issued capital		
Ordinary shares – fully paid	68,394,000	34,102,071
	Number	\$
(b) Movement in ordinary share capital		
Balance at beginning of period	34,102,071	1,010,856
Shares issued during the period	34,291,929	6,394,100
Less costs associated with issue of share capital	-	(931,505)
Balance at end of period	68,394,000	6,473,451
	<hr/>	<hr/>

(c) Options over ordinary share capital

Grant date	Expiry date	Expiry price (\$)	Balance at start of the period	Number issued during the period	Number exercised during the period	Number expired during the period	Balance at end of the period
13/05/2016	17/11/2020	0.20	26,500,000	-	-	-	26,500,000
7/07/2016 ¹	17/11/2020	0.20	-	9,086,750	-	-	9,086,750
25/08/2016 ²	17/11/2020	0.20	-	1,000,000	-	-	1,000,000
18/11/2016 ³	17/11/2020	0.20	-	1,500,000	-	-	1,500,000
			<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
			26,500,000	11,586,750	-	-	38,086,750

¹ Options issued attached to seed shares issued

² Options issued under the Company's share incentive plan

³ Options issued to lead manager as part of the IPO

Total share based payments for the period ended 31 December 2016 is \$242,820. This includes \$35,820 for options issued to the Managing Director in accordance with his Executive Service Agreement which has been expensed in the Statement of Profit or Loss and Other Comprehensive Income and \$207,000 for options issued to the lead Manager for services rendered during the IPO which has been included as Costs of Share Issue in the Statement of Changes in Equity.



Notes to the Financial Statements

For the half-year ended 31 December 2016

5. Contingent Liabilities

The company has no contingent liabilities.

6. Events Subsequent To Reporting Date

There are no matters or circumstances that have arisen since 31 December 2016 that have significantly affected or may significantly affect the operations, the results of those operations, or the state of affairs of the company.

7. Dividends

No dividends have been paid or proposed to be paid during the half-year.

8. Segment Information

The company has identified its operating segments based on the internal reports that are reviewed and used by the board of directors (chief operating decision maker) in assessing performance and determining the allocation of resources.

The company operates as a single segment which is mineral exploration in Western Australia

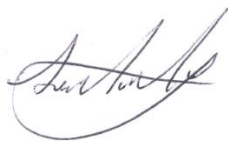
Directors Declaration

In the opinion of the directors:

- a) the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- b) the attached financial statements and notes give a true and fair view of the company's financial position as at 31 December 2016 and of its performance for the financial half-year ended on that date; and
- c) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors made pursuant to s303 (5) of the Corporations Act 2001.

Signed for on behalf of the board by:



Stefan Murphy
MANAGING DIRECTOR

2 March 2017



RSM Australia Partners

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**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
GREAT BOULDER RESOURCES LIMITED**

We have reviewed the accompanying half-year financial report of Great Boulder Resources Limited which comprises the statement of financial position as at 31 December 2016, the statement of profit or loss and other comprehensive income, statement of changes in equity and 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 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 company's financial position as at 31 December 2016 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 Great Boulder Resources 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.

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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 2001*, which has been given to the directors of Great Boulder Resources Limited, would be in the same terms if given to the directors as at the time of this auditor's 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 Great Boulder Resources Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the company's financial position as at 31 December 2016 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

Perth, WA
Dated: 2 March 2017

RSM
RSM AUSTRALIA PARTNERS

Al Whyte
ALASDAIR WHYTE
Partner



RSM Australia Partners

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GPO Box R1253 Perth WA 6844

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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Great Boulder Resources Limited for the half year ended 31 December 2016, 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.

RSM
RSM AUSTRALIA PARTNERS

A Whyte
ALASDAIR WHYTE
Partner

Perth, WA
Dated: 2 March 2017

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