



Half-Year Report

31 December 2012

HALF-YEAR REPORT TO 31 DECEMBER 2012

1.	CORPORATE DIRECTORY.....	3
2.	DIRECTORS' REPORT.....	4-11
3.	AUDITOR'S INDEPENDENCE DECLARATION	12
4.	CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME	13
5.	CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	14
6.	CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY.....	15
7.	CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS.....	16
8.	NOTES TO THE FINANCIAL REPORT.....	17-22
9.	DIRECTORS' DECLARATION.....	23
10.	INDEPENDENT AUDITOR'S REVIEW REPORT.....	24-25

HALF-YEAR REPORT TO 31 DECEMBER 2012

CORPORATE DIRECTORY

This half-year report covers Firestrike Resources Limited (“the Company”) and its subsidiaries (together “the Group”) for the half-year ended 31 December 2012. The Company’s functional and presentation currency is AUD (\$).

OFFICERS	Roger Steinepreis	(Non-Executive Chairman)
	David Holden	(Executive Director)
	Paul Lloyd	(Non-Executive Director)
	Philip Re	(Company Secretary)

REGISTERED OFFICE	C/ Regency Corporate Pty Ltd Suite 1 GF, 437 Roberts Road SUBIACO WA 6008
--------------------------	---

SOLICITORS	Steinepreis Paganin Lawyers and Consultants Level 4, Next Building 16 Milligan Street PERTH WA 6000
-------------------	---

AUDITORS	HLB Mann Judd Level 4, 130 Stirling Street PERTH WA 6000
-----------------	--

SHARE REGISTRY	Advanced Share Registry Ltd Unit 2, 150 Stirling Highway NEDLANDS WA 6009 Telephone: (08) 9389 8033 Facsimile: (08) 9389 7871
-----------------------	---

PRINCIPAL PLACE OF BUSINESS	Suite 1 GF, 437 Roberts Road SUBIACO WA 6008 Telephone: (08) 9476 9209 Facsimile (08) 9381 1122
------------------------------------	--

WEBSITE	www.firestrike.com.au
----------------	--

HALF-YEAR REPORT TO 31 DECEMBER 2012

DIRECTORS' REPORT

Your Directors submit the financial report of the Group (comprising Firestrike Resources Limited and its subsidiaries) for the half-year ended 31 December 2012.

Directors

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

Roger Steinepreis	Non-Executive Chairman
David Holden	Managing Director
Paul Lloyd	Non-Executive Director

Company Secretary

Philip Re held the position of Company Secretary during the financial period.

Operations

The loss for the half-year ended 31 December 2012 was \$175,185 (31 December 2011: \$168,803).

Elephant Canyon Gold Copper Project (JV with Escalante Star LLC in which Firestrike Resources Limited can earn up to 80%)

During the period, Firestrike Resources Limited released the results from 154 rock chip and grab samples taken to test and identify possible mineralised rocks.

The samples were taken from outcrop and float throughout the project area and the Coronado fissure zone. (See *figures 1 and 2 attached*). The fissure zone at the Coronado prospect is traceable for over 1.2 kilometres by approximately 400 metres wide and has historical mine workings marking its strike length to date.

The figures show the results of the sampling with the sample locations overlain on aerial photography. Sample points are marked as black dots. Copper values over 2% labelled and gold

HALF-YEAR REPORT TO 31 DECEMBER 2012

values over 2 g/t labelled. The results have confirmed that elevated gold and copper is present within the zone. A maximum value of 9.3 g/t gold with an overall average value of 0.4 g/t was returned.

Copper in samples taken from a second highly prospective target, (the Incan/Humbolt prospect) returned a cluster of results above 1% copper with a maximum value of 3.94% and an average of 0.5% from both skarn and mineralised porphyry samples. Gold samples averaged 0.93 g/t with a maximum value of 21.0 g/t.

By December the Company had completed approximately 1,900 metres (for 1,800 samples) of reverse circulation drilling at the Coronado prospect Elephant Canyon, Utah. Results from this initial phase of drilling are in line with expectations for an early stage exploration target, displaying a tenor of grade anticipated for a potential porphyry style (bulk tonnage low grade) deposit. FSRC12-19 intersected 44 feet at 0.72 g/t gold incl. 8 feet at 1.9 g/t and 4 feet at 1.4 g/t. FSRC - 11; 16 feet at 0.14 g/t gold, FRC 12 -16; 16 feet at 0.24 g/t gold, whilst FSRC12-14 included 4 feet at 0.20% copper and FSRC12-10 4 feet at 0.19% copper. *(Full results shown in ASX release dated 26th November 2012).*

In addition to completing drilling this half year, the Company conducted repeat sampling at other prospects within the project area as a pre-cursor to any further drilling. This work was to confirm historical data generated by the Project's vendors. The work resulted in further mapping and the collection of approximately 245 samples and was completed by an independent consulting geologist. The initial field observations suggest significant widespread copper and silver mineralisation is present and has been identified at numerous prospects to the north, west and south. The Company is confident that further drilling is likely to be rewarded with exploration success at these locations.

Elephant Canyon is a copper – gold – silver project located within the Star Range, near Milford Utah, USA. The region was the site of intense mining activity until the mid-1960's. Milford up to that time was largely a mining based community.

HALF-YEAR REPORT TO 31 DECEMBER 2012

The area has historically produced lead, zinc, copper, gold and silver. Its genesis is recognised as intrusive related with skarn mineralisation present within overlying limestone and potentially higher grade copper and gold within fissures and vein systems.

Distinct alteration zones about the identified granite stocks support a porphyry type intrusive model, which although numerous workings exist, has had little modern day exploration activity.

Under the terms of the JV the Company can earn up to 80% by taking the project through to a preliminary economic assessment (Pre-feasibility Study). See the 2012 Annual Report for further details. Firestrike Resources is the Manager for the Joint Venture.

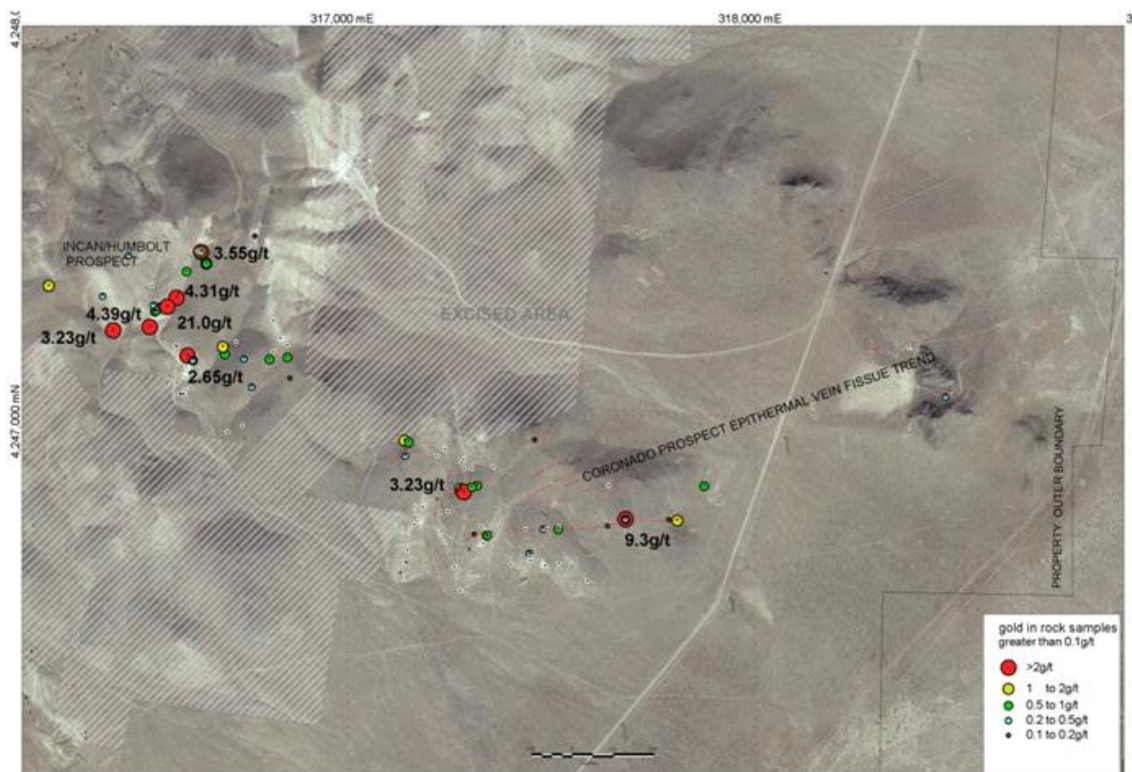


Figure 1 - gold in rock samples

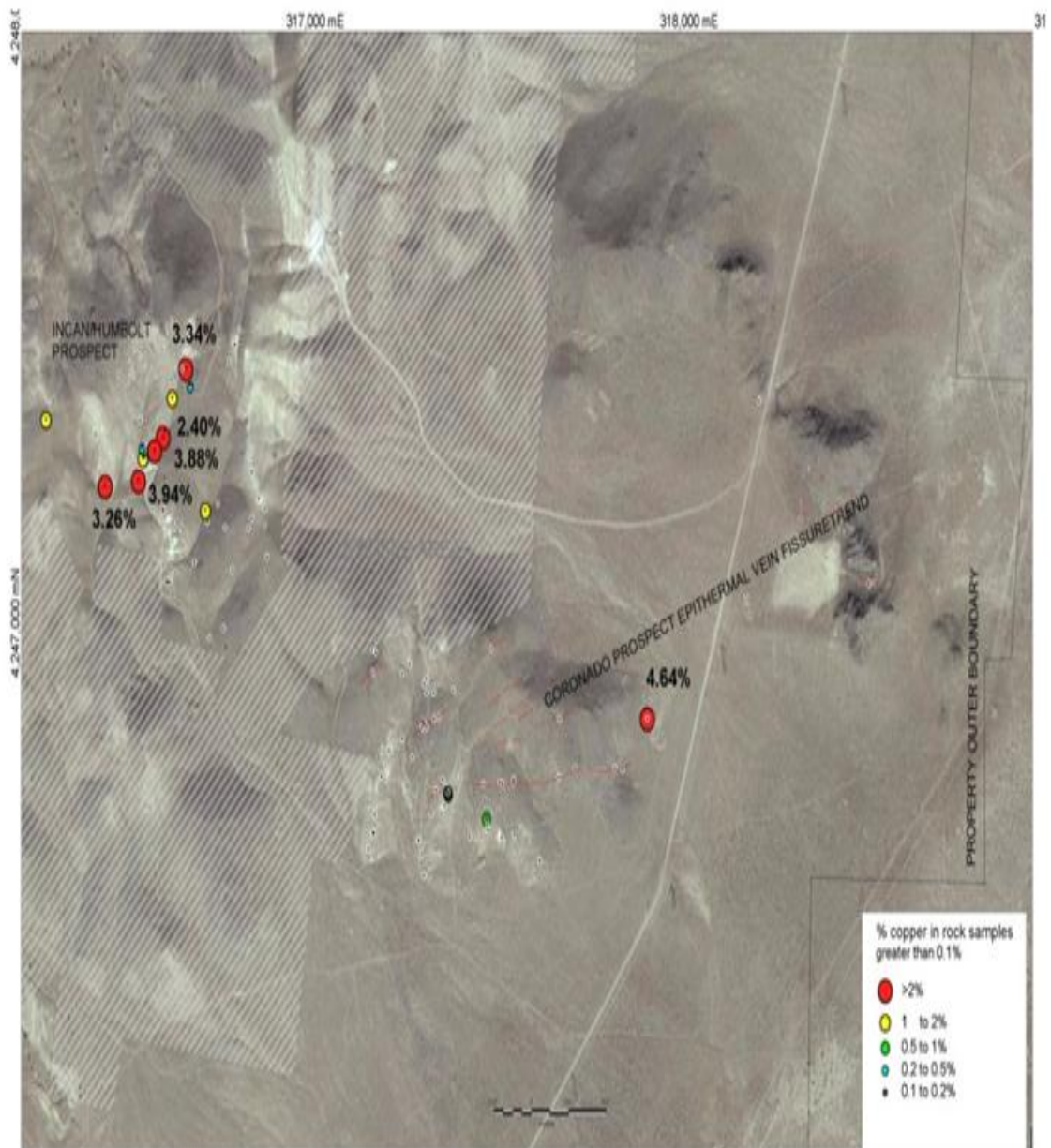


Figure 2 - copper in rock samples

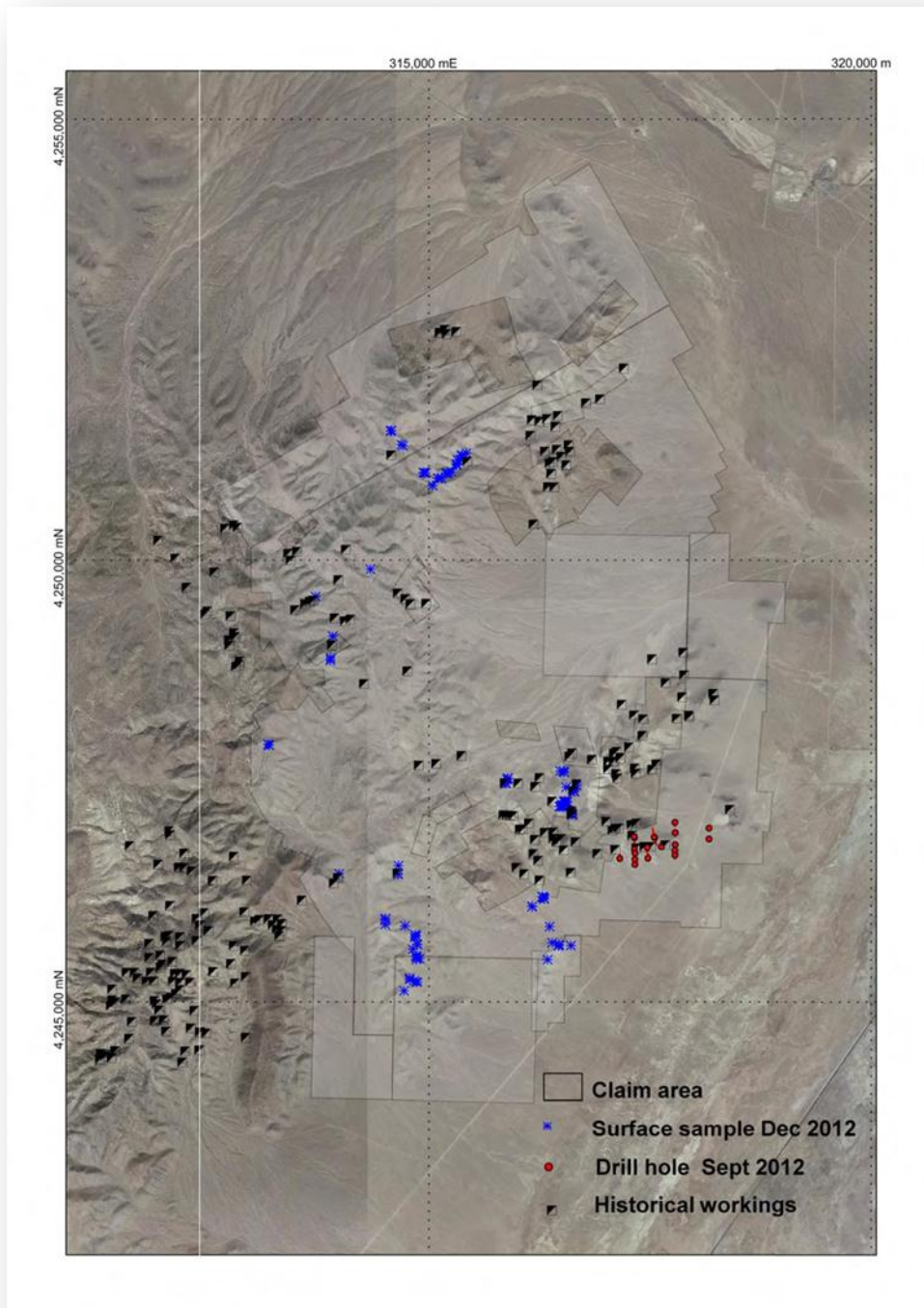


Figure 3 - surface sampling, drill holes & historical workings

HALF-YEAR REPORT TO 31 DECEMBER 2012

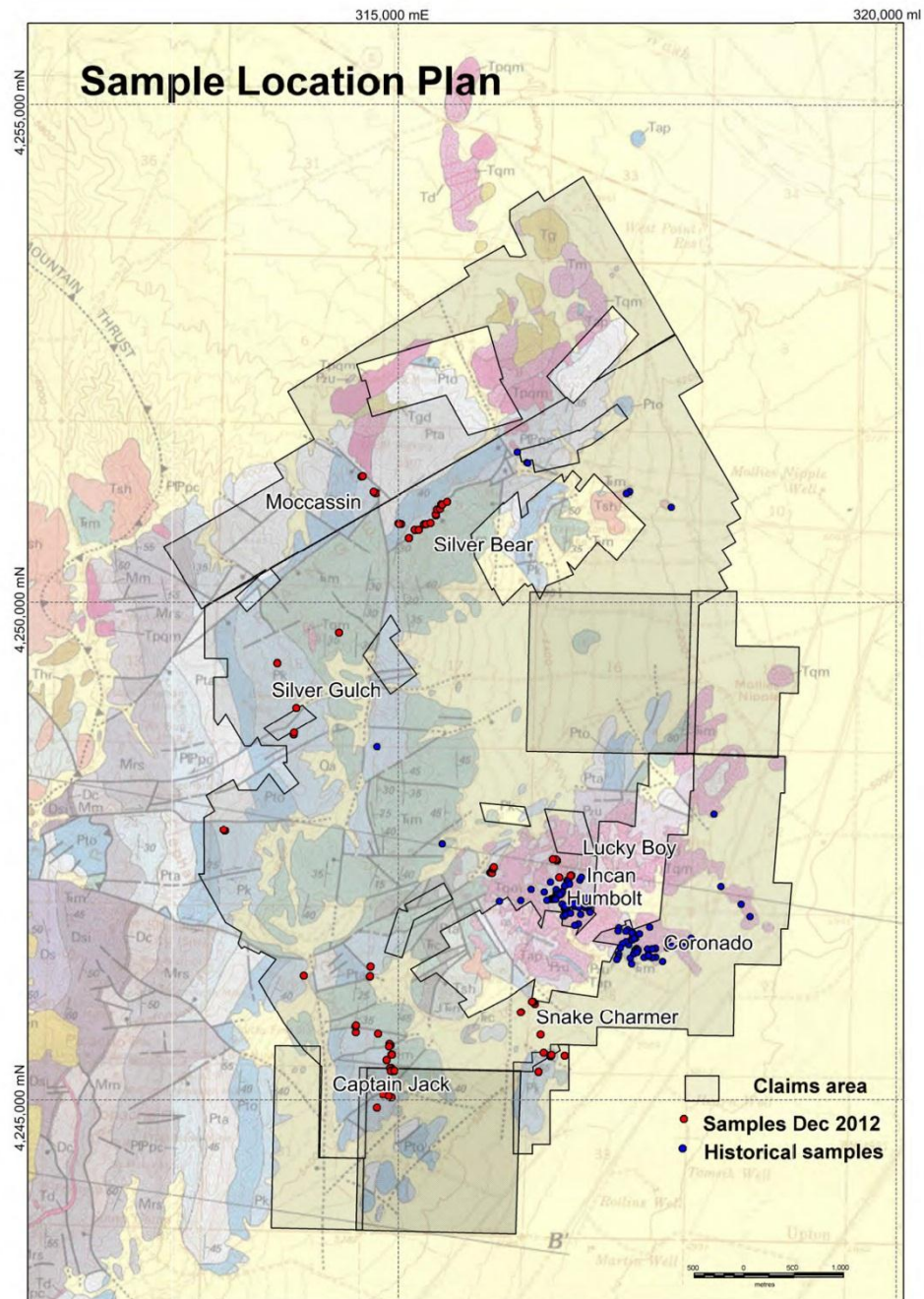


Figure 4 - sample location plan

HALF-YEAR REPORT TO 31 DECEMBER 2012

Grants Creek Project P80/1576, 1577, 1578, 1579, 1580, 1582, 1760

(100% Firestrike Resources Limited)

Currently the Company is still in the process of completing statutory requirements in preparation for a possible drill programme and is looking to commence drilling once the statutory heritage requirements are completed.

Angelo Project, Halls Creek E80/2707

(100% Firestrike Resources Limited)

In conjunction with the ongoing work for Grants Creek, the Angelo Project is still considered suitable for first phase RAB/Aircore drilling once all heritage issues are successfully resolved. Work is progressing on completion of the statutory access requirements and provisional aircore rigs are currently being sought to meet with the Company's new timetable.

Competent Persons Statement

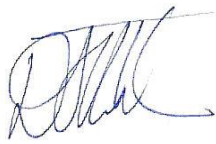
The information in the report to which this statement is attached relates to Exploration Results, Mineral Resources or Ore Reserves compiled by Mr D. J. Holden who is the Managing Director of the company. Mr Holden is a Chartered Professional Member of The Australian Institute of Mining and Metallurgy, with over 25 years' experience in the mining industry. Mr Holden has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 edition of the "Australian Code for Reporting of Mineral Resources and Ore Reserves". Mr Holden consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

HALF-YEAR REPORT TO 31 DECEMBER 2012

Auditor's Independence Declaration

The lead auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 12 for the half-year ended 31 December 2012.

This report is signed in accordance with a resolution of the Board of Directors.

A handwritten signature in blue ink, appearing to read "D Holden", is positioned above the printed name of the director.

Director

David Holden

Dated this 14 day of March 2013

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Firestrike Resources Limited for the half-year ended 31 December 2012, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- a) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b) any applicable code of professional conduct in relation to the review.

Perth, Western Australia
14 March 2013



L DI GIALLONARDO
Partner, HLB Mann Judd

HALF-YEAR REPORT TO 31 DECEMBER 2012

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2012**

	31.12.2012	31.12.2011
	\$	\$
Revenue	32,093	65,552
Administration expense	(90,666)	(59,137)
Employee benefit expense	(58,740)	(53,700)
Financial administration and compliance expenses	(49,759)	(44,339)
Legal expenses	(2,519)	(186)
Exploration expenditures written off	-	(440)
Travel and accommodation expense	(5,594)	(32,878)
Other expenses	-	(43,675)
Loss before income tax	(175,185)	(168,803)
Income tax expense	-	-
Loss for the period	(175,185)	(168,803)
Other comprehensive income/loss	-	-
Total comprehensive loss for the period	(175,185)	(168,803)
Basic loss per share (cents per share)	(0.55)	(0.04)

The accompanying notes form part of this financial report.

HALF-YEAR REPORT TO 31 DECEMBER 2012

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2012

	Note	31.12.2012	30.06.2012
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents		1,116,220	2,309,254
Trade and other receivables		31,930	27,233
TOTAL CURRENT ASSETS		1,148,150	2,336,487
NON-CURRENT ASSETS			
Exploration and evaluation expenditure	2	1,967,773	1,014,322
Property, plant and equipment		6,614	7,558
TOTAL NON-CURRENT ASSETS		1,974,387	1,021,880
TOTAL ASSETS		3,122,537	3,358,367
CURRENT LIABILITIES			
Trade and other payables		15,529	76,174
TOTAL CURRENT LIABILITIES		15,529	76,174
TOTAL LIABILITIES		15,529	76,174
NET ASSETS		3,107,008	3,282,193
EQUITY			
Issued capital	3	3,851,523	3,851,523
Accumulated losses		(744,515)	(569,330)
TOTAL EQUITY		3,107,008	3,282,193

The accompanying notes form part of this financial report.

HALF-YEAR REPORT TO 31 DECEMBER 2012

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2012**

	Issued Capital	Accumulated Losses	Total
	\$	\$	\$
Balance at 1 July 2011	309,500	(9,939)	299,561
Loss for the period	-	(168,803)	(168,803)
Other comprehensive income/loss	-	-	-
Total comprehensive loss for period	-	(168,803)	(168,803)
Shares issued during the period	3,700,000	-	3,700,000
Capital raising costs	(267,977)	-	(267,977)
Balance at 31 December 2011	3,741,523	(178,742)	3,562,781
Balance at 1 July 2012	3,851,523	(569,330)	3,282,193
Loss for the period	-	(175,185)	(175,185)
Other comprehensive income/loss	-	-	-
Total comprehensive loss for period	-	(175,185)	(175,185)
Balance at 31 December 2012	3,851,523	(744,515)	3,107,008

The accompanying notes form part of this financial report.

HALF-YEAR REPORT TO 31 DECEMBER 2012

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR HALF-YEAR ENDED 31 DECEMBER 2012

	31.12.2012	31.12.2011
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(210,836)	(265,317)
Interest received	31,899	64,025
Net cash used in operating activities	(178,937)	(201,292)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for exploration expenditure	(1,014,097)	(102,942)
Net cash used in investing activities	(1,014,097)	(102,942)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from share issue	-	63,000
Payments relating to share issue	-	(199,000)
Net cash used in financing activities	-	(136,000)
Net decrease in cash held	(1,193,034)	(440,234)
Cash at beginning of period	2,309,254	3,181,884
Cash at end of period	1,116,220	2,741,650

The accompanying notes form part of this financial report.

HALF-YEAR REPORT TO 31 DECEMBER 2012

NOTES TO THE FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2012

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

These interim financial statements are general purpose financial statements prepared in accordance with the requirements of the Corporations Act 2001, applicable accounting standards including AASB 134 'Interim Financial Reporting', Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board ('AASB'). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

This interim half-year report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Group as in the annual financial report.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2012 and any public announcements made by Firestrike Resources Limited or its subsidiaries during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

The accounting policies adopted are consistent with those of the previous financial year.

Basis of preparation

The interim report has been prepared on a historical cost basis. Cost is based on the fair value of the consideration given in exchange for assets. The Company is domiciled in Australia and all amounts are presented in Australian dollars, unless otherwise noted.

For the purpose of preparing the interim report, the half-year has been treated as a discrete reporting period.

HALF-YEAR REPORT TO 31 DECEMBER 2012

NOTES TO THE FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2012

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounting judgments and key estimates

The preparation of interim financial reports requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the Group financial report for the year ended 30 June 2012.

Adoption of new and revised Accounting Standards

In the half-year ended 31 December 2012, the directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Group's operations and effective for annual reporting periods beginning on or after 1 July 2012.

It has been determined by the directors that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on the Group's business and, therefore, no change is necessary to Group accounting policies.

The directors have also reviewed all new Standards and Interpretations that have been issued but are not yet effective for the half-year ended 31 December 2012. As a result of this review the directors have determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on the Group's business and, therefore, no change is necessary to Group accounting policies.

HALF-YEAR REPORT TO 31 DECEMBER 2012

NOTES TO THE FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2012

NOTE 2: EXPLORATION AND EVALUATION EXPENDITURE

Costs carried forward in respect of areas of interest in the following phases:

	31.12.2012	30.06.2012
	\$	\$
Exploration and evaluation phase – at cost		
Balance at the beginning of period	1,014,322	-
Expenditure incurred	953,451	1,292,090
	<u>1,967,773</u>	<u>1,292,090</u>
Expenditure written off	-	(277,768)
Total exploration and evaluation expenditure	<u>1,967,773</u>	<u>1,014,322</u>

The recoupment of costs carried forward in relation to areas of interest in the exploration and evaluation phases is dependent upon the successful development and commercial exploitation or sale of the respective areas.

NOTE 3: ISSUED CAPITAL

	31.12.2012	30.06.2012
	\$	\$
Ordinary Shares		
Issued and fully paid	<u>3,851,523</u>	<u>3,851,523</u>

HALF-YEAR REPORT TO 31 DECEMBER 2012

NOTES TO THE FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2012

NOTE 3: ISSUED CAPITAL (CONTINUED)

Movement in ordinary shares on issue

	31.12.2012	30.06.2012	31.12.2012	30.06.2012
	No.	No.	\$	\$
At start of period	32,000,000	12,500,000	3,851,523	309,500
Share issue	-	19,500,000	-	3,810,000
Share issue costs	-	-	-	(267,977)
At the end of period	32,000,000	32,000,000	3,851,523	3,851,523

Options on issue at 31 December 2012

	No.
At 1 July 2012	19,000,000
At 31 December 2012	19,000,000

NOTE 4: OPERATING SEGMENTS

Segment Information

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources.

The Group is managed primarily on the basis of mining exploration and treasury activities. Operating segments are therefore determined on the same basis.

Reportable segments disclosed are based on aggregating operating segments where the segments are considered to have similar economic characteristics.

HALF-YEAR REPORT TO 31 DECEMBER 2012

NOTES TO THE FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2012

NOTE 4: OPERATING SEGMENTS (CONTINUED)

Types of reportable segments

- (i) Tenement exploration and evaluation:
The exploration of current project and the evaluation of new ones are reported in this segment. Segment assets, including acquisition costs of exploration licences and all expenses related to the tenements are reported in this segment.
- (ii) Treasury
The reporting relating to income from cash holdings is reported in this segment.

	Continuing Operations		
	Treasury	Exploration and Evaluation	Consolidated
31 December 2012	\$	\$	\$
Segment revenue	32,093	-	32,093
Segment result	32,093	(7,391)	24,702
Reconciliation of segment results to group results:			
Unallocated items			(199,887)
Total group results from continuing operations			(175,185)
Segment assets	1,148,150	1,967,773	3,115,923
Reconciliation of segment assets to group assets:			
Property, plant & equipment			6,614
Total group assets from continuing operations			3,122,537

	Continuing Operations		
	Treasury	Exploration and Evaluation	Consolidated
31 December 2011	\$	\$	\$
Segment revenue	65,552	-	65,552
Segment result	65,552	(27,677)	37,875
Reconciliation of segment results to group results:			
Unallocated items			(206,678)
Total group results from continuing operations			(168,803)

HALF-YEAR REPORT TO 31 DECEMBER 2012

NOTES TO THE FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2012

NOTE 4: OPERATING SEGMENTS (CONTINUED)

	Continuing Operations		
	Treasury	Exploration and Evaluation	Consolidated
31 December 2011	\$	\$	\$
Segment assets	2,799,480	783,180	3,582,660
Total group assets from continuing operations			3,582,660

Segment results earned by each segment without allocation of central administration costs and directors' salaries, share of profits from associates, investment revenue and finance costs, income tax expense, gains or losses of associates and discontinued operations. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

NOTE 5: CONTINGENT LIABILITIES

There has been no change in contingent liabilities since the last annual reporting date.

NOTE 6: EVENTS SUBSEQUENT TO REPORTING DATE

There were no significant events subsequent to the reporting date.

HALF-YEAR REPORT TO 31 DECEMBER 2012

DIRECTORS' DECLARATION

The Directors of the Company declare that:

1. The financial report and notes, as set out on pages 13 to 22
 - a. Comply with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations; and
 - b. Give a true and fair view of the Group's financial position as at 31 December 2012 and of its performance for the half-year ended on that date.
2. 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.

This declaration is made in accordance with a resolution of the Board of Directors.



David Holden

Dated this 14 day of March 2013

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Firestrike Resources Limited

Report on the Condensed Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Firestrike Resources Limited ("the company") which comprises the condensed statement of financial position as at 31 December 2012, the condensed statement of comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory notes and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

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 consolidated entity's financial position as at 31 December 2012 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 the company, 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*.

Matters relating to the electronic presentation of the reviewed half-year financial report

This review report relates to the half-year financial report of the consolidated entity for the half-year ended 31 December 2012 included on the company's website. The company's directors are responsible for the integrity of the company's website. We have not been engaged to report on the integrity of this website. The review report refers only to the half-year financial report identified above. It does not provide an opinion on any other information which may have been hyperlinked to/from the half-year financial report. If users of the half-year financial report are concerned with the inherent risks arising from publication on a website they are advised to refer to the hard copy of the reviewed half-year financial report to confirm the information contained in this website version of the half-year financial 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 Firestrike Resources Limited is not in accordance with the *Corporations Act 2001* including:

- a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2012 and of its performance for the half-year ended on that date; and
- b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.



HLB MANN JUDD
Chartered Accountants



L DI GIALLONARDO
Partner

Perth, Western Australia
14 March 2013