ABN 53 090 772 222

Financial Report for the half-year ended 31 December 2014

CORPORATE DIRECTORY

Directors
Mr Eddie King (Non-Executive Chairman)
Mr Kerry Griffin (Exploration Director)
Mr Steve Formica (Non-Executive Director)

Company Secretary
Mr Eddie King

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Auditors
HLB Mann Judd
Level 4
130 Stirling Street
Perth WA 6000

Stock Exchange
Australian Securities Exchange
(Home Exchange: Perth, Western Australia)
ASX Code: LIN, LINO

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DIRECTORS' REPORT

The Directors of Lindian Resources Limited submit the financial report of the consolidated entity for the half-year ended 31 December 2014. In order to comply with the provisions of the *Corporations Act 2001*, the Directors' report as follows:

Directors

The names of Directors who held office during or since the end of the half-year and until the date of this report are as below. Directors were in office for this entire period unless otherwise stated.

Mr Eddie King	Non-Executive Chairman (appointed Chairman 3 October 2014)
Mr Kerry Griffin	Exploration Director
Mr Steve Formica	Non-Executive Director (appointed 15 July 2014)
Mr Scott Funston	Former Executive Director (resigned 3 July 2014)
Mr Brian McMaster	Former Executive Director (resigned 16 September 2014)
Mr Matthew Wood	Former Executive Chairman (resigned 3 October 2014)

Results

The loss after tax for the half-year ended 31 December 2014 was $15,718,802 (31 December 2013: $509,624).

Review of Operations

The Company's rights to the Masapelid Project are provided through a contractual arrangement between the Company's wholly owned subsidiary Bundok Mineral Resources Corporation (**BMRC**) and San Manuel Mining Corporation (**SMMC**) which has an existing Mineral Production Sharing Agreement (**MPSA**) with the Philippine government. BMRC has a further right to convert the MPSA to a Financial Technical Assistance Agreement (**FTAA**) realising a 100% interest under the FTAA. SMMC, as the titleholder, is required to maintain title to the MPSA. In order to progress exploration on the MPSA, the MPSA requires a 2 year extension (Extension) to the exploration period under the MPSA to be approved by the Philippines Department of Environment and Natural Resources (**DENR**).

Denial by the DENR of the Extension (**Decision**) was received by BMRC and SMMC on 28 May 2013. SMMC on behalf of itself and BMRC, issued a Motion for Reconsideration (**MR**) to the DENR on 7 June 2013 to reverse its Decision. The MR was denied on 6 January 2014, however in issuing the resolution, the DENR has granted SMMC until 6 January 2015 to submit a Declaration of Mining Project Feasibility in respect of the Project (**DMPF**). The Company successfully submitted the DMPF on 22 December 2014 but is still yet to receive a response.

Due to the ongoing uncertainty around the approval process for the DMPF and having regard to the cash resources available to the Company, the Directors placed wholly owned subsidiary Bundok Resources Pty Ltd, (**BRPL**) which wholly owns BRMC, into administration on 11 March 2015 and subsequently into liquidation on 28 April 2015.

As a result, the Directors have impaired all deferred exploration and evaluation expenditure carried forward as at 31 December 2014 to nil.

Other Opportunities

Lindian continues to assess new opportunities in Copper / Gold projects as they arise.

Corporate

During the period Mr Steve Formica joined the board of the Company as Non-Executive Director, Mr Eddie King, has taken on the role as Non-Executive Chairman and Mr Matthew Wood, Mr Brian McMaster and Mr Scott Funston resigned from their positions as Directors.

On 17 December 2014, the Company extended the interim finance facility agreement with Albatross Pass Pty Ltd ('Albatross'), signed on 25 November 2014, to provide a secured loan to Lindian Resources of up to $120,000. The Albatross loan is now payable by 31 December 2015.

Subsequent Events

Due to the ongoing uncertainty around the approval process for the DMPF and having regard to the current cash resources available to the Company, the Directors placed wholly owned subsidiary Bundok Resources Pty Ltd into administration on 11 March 2015 and subsequently into liquidation on 28 April 2015. Bundok Resources Pty Ltd wholly owns Bundok Mineral Resources Corporation, via Bundok Holdings Pty Ltd. The Group lost control of net assets of $39,230 when Bundok Resources Pty Ltd was placed into administration.

On 11 March 2015, Company announced changes to the Company Secretary with the resignation of Mr Jack James and the appointment of Mr Eddie King.

On 7 May 2015, the Group signed an interim finance facility agreement with Agri-Project Services Pty Ltd ('AP'), to provide a secured loan to Lindian Resources of up to $250,000. Of the $250,000 available, $50,000 had been drawn down to date to pay trade payables that are due and payable. The ability to drawdown on the balance of the loan requires prior written consent, which may be withheld without reason. The material terms of the loan are as follows:

- The loan is repayable on 31 December 2015;
- Interest rate of 10% flat rate over the term of the loan;
- The loan is secured over all of Lindian Resources' present and after acquired assets and undertakings; and
- If the Group undertakes an equity raising at any time prior to the repayment date, then the Group agrees to, at the Lenders election, repay the Lender in share capital valued to the equivalent of any outstanding monies. The amount of shares to be issued shall be the equivalent to the outstanding monies divided by the issue price of the capital raising.

On 30 October 2015, the Directors executed a share sale agreement with the liquidators of Bundok Resources Pty Ltd to repurchase the Masapelid Project and Other Projects for cash consideration of $50,000, through the acquisition of Bundok Holdings Pty Ltd.

On 30 October 2015, the Company signed an underwriter and corporate advisor mandate with CPS Capital Group Pty Ltd (CPS). Under the mandate, CPS will underwrite a proposed non-renounceable rights issue on the basis of three (3) new shares for every one (1) share held on the record date, at an issue price of $0.001 per share. Based on the current capital structure of the Company, up to 1,090,031,850 shares will be issued pursuant to the rights issue to raise approximately $1,090,032 before costs. The terms of the rights issue will be contained in a prospectus to be lodged with ASIC and ASX shortly after the date of this annual report to shareholders, with the offer under the prospectus conditional on shareholders approving the rights issue.

Other than disclosed above have been no significant events subsequent to the half-year up to the date of this report.

Auditor's Independence Declaration

Section 307C of the *Corporations Act 2001* requires our auditors, HLB Mann Judd, to provide the Directors of the company with an Independence Declaration in relation to the review of the half-year financial report. This Independence Declaration is set out on page 4 and forms part of this Directors' Report for the half-year ended 31 December 2014.

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

Eddie King
Executive Chairman
Perth, Western Australia
30 October 2015

HLB Mann Judd

Accountants | Business and Financial Advisers

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the consolidated financial report of Lindian Resources Limited for the half-year ended 31 December 2014, 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
30 October 2015

D I Buckley
Partner

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Condensed Consolidated Statement of Comprehensive Income

for the half-year ended 31 December 2014

	Note	31 December 2014 $	31 December 2013 $
Revenue			
Interest income		2,420	9,425
Other income		-	620
Total revenue		**2,420**	**10,045**
Depreciation expense		(2,647)	(22,366)
Consulting fees		(109,991)	(250,928)
Foreign exchange gain		1,506	10,703
Share based payments		-	(43,164)
Impairment of exploration and evaluation assets	4	(15,439,099)	-
Other expenses	3	(170,991)	(213,914)
Loss from continuing operations before income tax		**(15,718,802)**	**(509,624)**
Income tax expense		**-**	**-**
Loss from continuing operations after income tax		**(15,718,802)**	**(509,624)**
Other Comprehensive Income / Loss			
Item that may be reclassified subsequently to operating result			
Foreign currency translation difference		999,214	2,997
Other comprehensive income for the half-year		**999,214**	**2,997**
Total comprehensive loss for the half-year		**(14,719,588)**	**(506,627)**
Loss per share attributable to owners of Lindian Resources Limited			
Basic and diluted loss per share (cents per share)		(4.33)	(0.21)

The accompanying notes form part of these financial statements.

Condensed Consolidated Statement of Financial Position

as at 31 December 2014

	Note	31 December 2014 $	30 June 2014 $
Assets			
Current Assets			
Cash and cash equivalents		30,799	515,012
Trade and other receivables		164,411	118,819
Total Current Assets		**195,210**	**633,831**
Non-Current Assets			
Plant and equipment		2,245	5,013
Deferred exploration and evaluation expenditure	4	-	14,071,130
Total Non-Current Assets		**2,245**	**14,076,143**
Total Assets		**197,455**	**14,709,974**
Current Liabilities			
Trade and other payables		229,345	122,276
Borrowings	5	100,000	-
Total Current Liabilities		**329,345**	**122,276**
Total Liabilities		**329,345**	**122,276**
Net (Liabilities)/Assets		**(131,890)**	**14,587,698**
Equity			
Issued capital		24,121,968	24,121,968
Reserves		9,927,554	8,928,340
Accumulated losses		(34,181,412)	(18,462,610)
Total (Deficiency in Equity)/Equity		**(131,890)**	**14,587,698**

The accompanying notes form part of these financial statements.

Condensed Consolidated Statement of Changes in Equity

for the half-year ended 31 December 2014

	Issued Capital $	Accumulated Losses $	FX Reserves $	Option Reserves $	Share Based Payment Reserves $	Total $
Balance at 1 July 2014	**24,121,968**	**(18,462,610)**	**419,936**	**4,106,626**	**4,401,778**	**14,587,698**
Loss for the half-year	-	(15,718,802)	-	-	-	(15,718,802)
Other comprehensive income	-	-	999,214	-	-	999,214
Total comprehensive income / (loss) for the half-year	**-**	**(15,718,802)**	**999,214**	**-**	**-**	**(14,719,588)**
Transactions with owners in their capacity as owners	**-**	**-**	**-**	**-**	**-**	**-**
Balance at 31 December 2014	**24,121,968**	**(34,181,412)**	**1,419,150**	**4,106,626**	**4,401,778**	**(131,890)**
Balance at 1 July 2013	**22,222,985**	**(17,606,344)**	**769,716**	**4,106,626**	**4,406,933**	**13,899,916**
Loss for the half-year	-	(509,624)	-	-	-	(509,624)
Other comprehensive income	-	-	2,997	-	-	2,997
Total comprehensive income / (loss) for the half-year	**-**	**(509,624)**	**2,997**	**-**	**-**	**(506,627)**
Transactions with owners in their capacity as owners						
Shares issued through exercise of options	2,076,234	-	-	-	-	2,076,234
Cost of share issue	(177,318)	-	-	-	-	(177,318)
Shares issued through exercise of options	67	-	-	-	-	67
Share based payments	-	-	-	-	43,164	43,164
Balance at 31 December 2013	**24,121,968**	**(18,115,968)**	**772,713**	**4,106,626**	**4,450,097**	**15,335,436**

The accompanying notes form part of these financial statements.

Condensed Consolidated Statement of Cash Flows

for the half-year ended 31 December 2014

	31 December 2014 $	31 December 2013 $
Cash flows from operating activities		
Payments to suppliers and employees	(229,756)	(526,305)
Interest received	3,231	10,045
Net cash flows used in operating activities	**(226,525)**	**(516,260)**
Cash flows from investing activities		
Payments for deferred exploration and evaluation expenditure	(359,137)	(496,537)
Payments for plant and equipment	-	-
Net cash used in investing activities	**(359,137)**	**(496,537)**
Cash flows from financing activities		
Proceeds from issue of shares	-	2,076,301
Share issue costs	-	(179,039)
Proceeds from borrowings	100,000	-
Net cash provided by financing activities	**100,000**	**1,897,262**
Net (decrease) / increase in cash and cash equivalents	(485,662)	884,465
Cash and cash equivalents at beginning of period	515,012	1,069,268
Foreign exchange variance on cash	1,449	6,619
Cash and cash equivalents at the end of the period	**30,799**	**1,960,352**

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

for the half-year ended 31 December 2014

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial report of Lindian Resources Limited and its controlled entities (the Group) for the half-year ended 31 December 2014 was authorised for issue in accordance with a resolution of the Directors on 30 October 2015.

Lindian Resources Limited is a company limited by shares incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange.

The nature of the operations and principal activities of the Group are described in the Directors' report.

Basis of Preparation

These general purpose financial statements for the half-year reporting period ended 31 December 2014 have been prepared in accordance with Australian Accounting Standard 134: Interim Financial Reporting and the *Corporations Act 2001*. Compliance with AASB 134 ensures compliance with *IAS 34 Interim Financial Reporting*.

These half-year financial statements do not include all the notes of the type normally included in annual financial statements and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Group as the full financial statements. Accordingly, these half-year financial statements are to be read in conjunction with the annual financial statements for the year ended 30 June 2014 and any public announcements made by Lindian Resources Limited during the half-year reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The half-year report has been prepared on an accruals basis and is based on historical costs.

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

Apart from the changes in accounting policy noted below, the accounting policies and methods of computation are the same as those adopted in the most recent annual financial statements.

Changes in accounting policies

From 1 July 2014, the Group has adopted the Standards and Interpretations, mandatory for annual periods beginning on or after 1 July 2014. Adoption of these standards and interpretations did not have any effect on the financial position or performance of the Group.

The Group has not elected to early adopt any new standards or amendments.

Significant accounting judgments and key estimates

The preparation of half-year financial report 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.

Notes to the Financial Statements

for the half-year ended 31 December 2014

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In preparing this half-year financial report, 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 consolidated annual financial report for the year ended 30 June 2014.

Going Concern

This report has been prepared on the going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business.

The Group incurred a net loss after tax for the half-year ended 31 December 2014 of $15,718,802, which includes impairment of exploration and evaluation assets of $15,439,099 (note 4) and experienced net cash outflows from operating activities of $226,525 and net cash outflows from investing activities of $359,137. At 31 December 2014, cash and cash equivalents was $30,799.

Notwithstanding the deficiency of net assets of $131,890 at balance date, the Directors believe that it is reasonably foreseeable that the Group will continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report after consideration of the following factors:

- On 30 October 2015, the Company signed an underwriter and corporate advisor mandate with CPS Capital Group Pty Ltd (CPS). Under the mandate, CPS will underwrite a proposed non-renounceable rights issue on the basis of three (3) new shares for every one (1) share held on the record date, at an issue price of $0.001 per share. Based on the current capital structure of the Company, up to 1,090,031,850 shares will be issued pursuant to the rights issue to raise approximately $1,090,032 before costs. The terms of the rights issue will be contained in a prospectus to be lodged with ASIC and ASX shortly after the date of this annual report to shareholders, with the offer under the prospectus conditional on shareholders approving the rights issue.

- The directors have reduced discretionary spending and are not seeking payment of directors' fees or fees and loans owing to director related entities until the Company has sufficient funds; and

- The Group has interim finance facility agreements with Agri-Projects Pty Ltd and Albatross Pass Pty Ltd, which each lender agreeing to provide a secured loan facility to Lindian Resources of up to $250,000 and $120,000 respectively. Currently, $160,000 has been drawn down, leaving a further $210,000 in loan facilities available.

In considering the above, the directors have reviewed the Group's financial position and are of the opinion that the use of the going concern basis of accounting is appropriate as they believe the Group will be able to secure funds to meet non-related party creditors.

However, if the Group is not successful in securing sufficient funds, there is a material uncertainty that may cast significant doubt whether the Group will continue as a going concern and therefore whether the Group may be unable to realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

Notes to the Financial Statements
for the half-year ended 31 December 2014

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Going Concern (Continued)

The financial report does not contain any adjustments relating to the recoverability and classification of recorded assets or to the amounts or classification of recorded assets or liabilities that might be necessary should the Group not be able to continue as a going concern.

NOTE 2: SEGMENT REPORTING

For management purposes, the Group is organised into one main operating segment, which involves mining exploration for gold and copper. All of the Group's activities are interrelated, and financial information is reported to the Board (Chief Operating Decision Makers) as a single segment.

The Group has no external customers and recorded no revenues other than interest (2013: nil).

Accordingly, all significant operating decisions are based upon analysis of the Group as one segment. The financial results from this segment are equivalent to the financial statements of the Group as a whole. Total revenue earned by the Group is generated in Australia and all of the Group's non-current assets reside in the Philippines.

NOTE 3: OTHER EXPENSES

	Consolidated	
	31 December 2014 $	31 December 2013 $
Public company costs	18,990	39,129
Accounting and audit fees	34,434	48,552
Legal fees	2,269	3,654
Rent and outgoings	65,965	71,762
Insurance	8,600	9,856
Input and withholding tax	5,350	15,327
Travel and accommodation	24,353	10,311
Administrative expenses	11,030	15,323
Total other expenses	**170,991**	**213,914**

Notes to the Financial Statements

for the half-year ended 31 December 2014

NOTE 4: DEFERRED EXPLORATION AND EVALUATION EXPENDITURE

	Consolidated	
	31 December 2014 $	30 June 2014 $
At beginning of the period	14,071,130	12,855,286
Exploration expenditure during the period	376,256	1,555,982
Net exchange differences on translation	991,713	(340,138)
Impairment expense(i)	(15,439,099)	-
Total deferred exploration and evaluation expenditure	**-**	**14,071,130**

(i) As disclosed in Note 8: Subsequent events, the Directors placed the Group's subsidiary Bundok Resources Pty Ltd (BRPL) into Administration on 11 March 2015, due to the uncertainty around the approval process for the Declaration of Mining Project Feasibility and having regard to the cash resources available to the Group. On 23 April 2015, BRPL was placed into liquidation. The Group's Masapelid Project and other exploration projects located in the Philippines are included in BRPL's wholly owned subsidiary Bundok Minerals Resources Corporation. Accordingly, the Group has impaired all related exploration expenditure.

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 respective areas.

NOTE 5: BORROWINGS

	Consolidated	
	31 December 2014 $	30 June 2014 $
Shareholder loan	100,000	-
Total borrowings	**100,000**	**-**

On 26 November 2014, the Group reached an agreement with Albatross Pass Pty Ltd, a shareholder of the Consolidated Entity, with a subsequent agreement amendment executed on 17 December 2014, providing the Group with a total loan facility of $120,000. Of the $120,000 available, $100,000 had been drawn down as at 30 June 2015 to pay trade payables that are due and payable, with a further $10,000 drawn down subsequent to 30 June 2015. The terms of the loan are as follows:

- The loan is repayable on 31 December 2015;
- Interest rate of 6% flat rate over the term of the loan;
- The loan is secured over all of Lindian Resources' present and after acquired assets and undertakings; and
- If the Group undertakes an equity raising at any time prior to the repayment date, then the Group agrees to repay the lender in share capital valued to the equivalent of any outstanding monies. The amount of shares to be issued shall be the equivalent to the outstanding monies divided by the issue price of the capital raising.

Notes to the Financial Statements
for the half-year ended 31 December 2014

NOTE 6: DIVIDENDS
No dividends have been paid or provided for during the half-year (2013: nil).

NOTE 7: CONTINGENT LIABILITIES
There has been no change in contingent liabilities or contingent assets since the last annual reporting date.

NOTE 8: SUBSEQUENT EVENTS
Due to the ongoing uncertainty around the approval process for the DMPF and having regard to the current cash resources available to the Company, the Directors placed wholly owned subsidiary Bundok Resources Pty Ltd into administration on 11 March 2015 and subsequently into liquidation on 28 April 2015. Bundok Resources Pty Ltd wholly owns Bundok Mineral Resources Corporation, via Bundok Holdings Pty Ltd. The Group lost control of net assets of $39,230 when Bundok Resources Pty Ltd was placed into administration.

On 11 March 2015, Company announced changes to the Company Secretary with the resignation of Mr Jack James and the appointment of Mr Eddie King.

On 7 May 2015, the Group signed an interim finance facility agreement with Agri-Project Services Pty Ltd (‘AP’), to provide a secured loan to Lindian Resources of up to $250,000. Of the $250,000 available, $50,000 had been drawn down to date to pay trade payables that are due and payable. The ability to drawdown on the balance of the loan requires prior written consent, which may be withheld without reason. The material terms of the loan are as follows:

- The loan is repayable on 31 December 2015;
- Interest rate of 10% flat rate over the term of the loan;
- The loan is secured over all of Lindian Resources’ present and after acquired assets and undertakings; and
- If the Group undertakes an equity raising at any time prior to the repayment date, then the Group agrees to, at the Lenders election, repay the Lender in share capital valued to the equivalent of any outstanding monies. The amount of shares to be issued shall be the equivalent to the outstanding monies divided by the issue price of the capital raising.

On 30 October 2015, the Directors executed a share sale agreement with the liquidators of Bundok Resources Pty Ltd to repurchase the Masapelid Project and Other Projects for cash consideration of $50,000, through the acquisition of Bundok Holdings Pty Ltd.

On 30 October 2015, the Company signed an underwriter and corporate advisor mandate with CPS Capital Group Pty Ltd (CPS). Under the mandate, CPS will underwrite a proposed non-renounceable rights issue on the basis of three (3) new shares for every one (1) share held on the record date, at an issue price of $0.001 per share. Based on the current capital structure of the Company, up to 1,090,031,850 shares will be issued pursuant to the rights issue to raise approximately $1,090,032 before costs. The terms of the rights issue will be contained in a prospectus to be lodged with ASIC and ASX shortly after the date of this annual report to shareholders, with the offer under the prospectus conditional on shareholders approving the rights issue.

Other than disclosed above have been no significant events subsequent to the half-year up to the date of this report.

DIRECTORS' DECLARATION

In the opinion of the Directors of Lindian Resources Limited ('the company'):

1. The financial statements and notes thereto of the consolidated entity, as set out on pages 4 to 13, are in accordance with the *Corporations Act 2001* including:

    a. complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and

    b. giving a true and fair view of the consolidated entity's financial position as at 31 December 2014 and of its performance for the half-year then ended.

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.

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

Eddie King
Non-Executive Chairman
Perth, Western Australia
30 October 2015

HLB Mann Judd

Accountants | Business and Financial Advisers

INDEPENDENT AUDITOR'S REVIEW REPORT
To the members of Lindian Resources Limited

Report on the Condensed Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Lindian Resources Limited ("the company") which comprises the condensed consolidated statement of financial position as at 31 December 2014, the condensed consolidated statement of comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated 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.

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 2014 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*.

HLB Mann Judd (WA Partnership) ABN 22 193 232 714
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HLB Mann Judd

Accountants | Business and Financial Advisers

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 Lindian 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 2014 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*.

Emphasis of matter

Without modifying our opinion, we draw attention to Note 1 which indicates that the Group will be required to secure funding from a capital raising to continue as a going concern. Should the Group not be successful in securing sufficient funds, there is a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore, the Group may be unable to realise its assets and discharge its liabilities in the normal course of business.

HLB Mann Judd

HLB Mann Judd
Chartered Accountants

D I Buckley
Partner

Perth, Western Australia
30 October 2015