

Mithril Resources Limited

ABN 30 099 883 922

Half Year Report - 31 December 2018

Mithril Resources Limited
Corporate directory
31 December 2018

Directors	Mr Graham Ascough (Non-Executive Chairman) Mr David Hutton (Managing Director) Mr Donald Stephens (Non-Executive Director)
Company secretary	Mr Donald Stephens
Registered office	C/- HLB Mann Judd (SA) Pty Ltd 169 Fullarton Road DULWICH SA 5065
Principal place of business	22B Beulah Road NORWOOD SA 5067
Share register	Computershare Investor Services Pty Ltd Level 5, 115 Grenfell Street ADELAIDE SA 5000
Auditor	Grant Thornton Audit Pty Ltd Level 3, 170 Frome Street ADELAIDE SA 5000
Solicitors	O'Loughlins Lawyers Level 2, 99 Frome Street ADELAIDE SA 5000
Bankers	Bank of South Australia 97 King William Street ADELAIDE SA 5000
Stock exchange listing	Mithril Resources Limited shares are listed on the Australian Securities Exchange (ASX code: MTH)
Website	www.mithrilresources.com.au

Mithril Resources Limited

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Mithril Resources Limited
Directors' report
31 December 2018

The Directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'Group') consisting of Mithril Resources Limited (referred to hereafter as the 'Company', 'Mithril' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 31 December 2018.

Principal activities

During the financial half-year the principal continuing activities of the Group consisted of:

- to carry out exploration of mineral tenements, both on a joint venture basis and by the Group in its own right;
- to continue to seek extensions of areas held and to seek out new areas with mineral potential; and
- to evaluate results achieved through surface sampling, drilling and geophysical surveys carried out during the year.

There have been no significant changes in the nature of those activities during the year.

Review of operations

The loss for the Group after providing for income tax amounted to \$391,170 (31 December 2017: \$318,636).

Mithril's activities for the Half Year ending 31 December 2018 (the "Period") largely comprised target generation activities at the Billy Hills Zinc Project, the new Bangemall Copper-Zinc Project, and at the Kurnalpi Nickel Project.

Mithril's exploration partners also defined a new vanadium drill target at Limestone Well and completed a Positive Scoping Study at the Spargos Reward Gold Deposit.

Corporate

During the Period, Mithril spent \$0.26M on exploration activities and at 31 December 2018 had cash reserves of \$1.25M.

At the end of the Period, Mithril raised \$1.11M (before costs) through a Placement and a fully underwritten non-renounceable pro-rata rights issue at an issue price of \$0.005 (0.5 cents). Patersons Securities Ltd ("Patersons") acted as Lead Manager to the placement and the Rights Issue. Following the capital raising, Mithril had 422,389,211 Ordinary Shares on issue.

Exploration Overview

Billy Hills Zinc Project (Mithril 100%)

During the Period, Mithril executed a Heritage Protection and Mineral Exploration Agreement with the Traditional Owners in the region which paved the way for the grant of the project's three tenements. By the end of the Period, multiple targets had been prioritised for follow-up during the 2019 Field Season.

Mithril is targeting large scale zinc + lead + silver deposits along strike from known mineralisation at Billy Hills (which is located adjacent to the former Pillara Zinc Mine, 25 kms southeast of Fitzroy Crossing, WA).

Pillara had a pre-mine resource of 18.05 million tonnes at 7.7% Zn and 2.4% Pb and produced 10.3 Mt @ 6.9% Zn, 2.3% Pb from June 1997 to October 2003 (See Mithril's ASX Announcement dated 21 August 2017).

Bangemall Copper – Zinc Project (Mithril 100%)

The new Bangemall Project is located west of the Abra Deposit (2012 JORC Code Compliant Indicated and Inferred Resource of 36.6Mt @ 7.3% lead, 18g/t silver - see ASX Announcement by Galena Mining Limited dated 14 March 2018) within a similar geological setting approximately 250 kms north west of Meekatharra, WA.

At Bangemall, Mithril is targeting large scale copper, lead and zinc deposits and has now identified multiple targets that are typically characterised by airborne EM (GEOTEM) anomalies with overlapping or adjacent anomalous surface geochemistry, and / or zones of copper and zinc mineralisation within historic drill holes.

Mithril will continue with target generation activities on the Project ahead of tenement grant which is expected during the June 2019 Quarter.

Kurnalpi Nickel Project (Mithril 100%)

During the Period, Mithril identified a new copper-cobalt target at Kurnalpi (located 70 kms north east of Kalgoorlie, WA) which is in addition to the project's established nickel sulphide prospectivity.

A grab sample of remnant drill spoils from a historic drill hole within the eastern portion of the project returned 1.46% copper and 1.12% cobalt. The significance of the intercept is unknown and further sampling is required as soon as possible.

Limestone Well Vanadium Project (Mithril 100% and Auteco Minerals earning up to 80%)

Mithril has entered a Farm-in and Joint Venture Agreement with Auteco Minerals (previously Monax Mining) whereby Auteco can to earn up to an 80% interest in Mithril's Limestone Well tenements (EL's 20/846 and 51/1069) by completing exploration expenditure of \$2.5M over 5 years.

The Limestone Well tenements (located 90 kilometres southeast of Meekatharra, WA) lie immediately along strike from the Barrambie Titanium Vanadium Deposit (2012 JORC Inferred + Indicated Resource of 280.1Mt @ 9.18%TiO₂ and 0.44%V₂O₅).

During the Period Auteco identified a new drill target (along strike from Barrambie) with an aircore drilling program (fully funded by Auteco) to test the target planned for the 1st Half of 2019.

Spargos Reward Gold Project (Mithril 15% / Corona Minerals 85%)

During the Period a Positive Scoping Study was completed for the Spargos Reward Gold Deposit (located 30 kilometres west of Kambalda, WA) by Perth-based public unlisted company Corona Minerals Pty Ltd ("Corona"), Mithril's exploration partner at Spargos Reward.

Pursuant to the Spargos Reward Farm-In and Joint Venture Agreement (dated 11 August 2015), the completion of a Positive Scoping Study entitles Corona to an additional 20% interest in the project and as such the relevant interests of the partners are now Mithril 15% and Corona 85%.

Other Projects

No field work was undertaken during the Period on the following projects: Leaky Bore (Mithril 100%), Lignum Dam (Mithril 100%), Duffy Well (Mithril 100%), Coompana (Mithril right to earn 20% / OZ Minerals 100%), and Nanadie Well (Mithril earning up to 75%).

Competent Persons Statement

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr David Hutton, who is a Competent Person, and a Fellow of The Australasian Institute of Mining and Metallurgy. Mr Hutton is Managing Director and a full-time employee of Mithril Resources Ltd.

Mr Hutton has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'.

Mr Hutton consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Significant changes in the state of affairs

During the period, the Company issued a total of 222,046,831 shares which raised \$1,110,234 before transaction costs.

There were no other significant changes in the state of affairs of the Group during the financial half-year.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this Directors' report.

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

On behalf of the Directors



David Hutton
Managing Director

14 March 2019

Auditor's Independence Declaration

To the Directors of Mithril Resources Limited

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the review of Mithril Resources Limited for the year ended 31 December 2018, I declare that, to the best of my knowledge and belief, there have been:

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

Grant Thornton.

GRANT THORNTON AUDIT PTY LTD
Chartered Accountants



B K Wundersitz
Partner – Audit & Assurance

Adelaide, 14 March 2019

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Mithril Resources Limited
Statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2018

		Consolidated	
		31 December 2018	31 December 2017
	Note	\$	\$
Revenue			
Other income		15,067	3,673
Expenses			
Operating expenses	5	(169,253)	(140,845)
Employee benefits expense		(103,191)	(80,379)
Depreciation and amortisation expense		(2,256)	(2,693)
Impairment of exploration assets	6	(131,409)	(98,257)
Finance costs		(128)	(135)
Loss before income tax expense		(391,170)	(318,636)
Income tax expense		-	-
Loss after income tax expense for the half-year		(391,170)	(318,636)
Other comprehensive income for the half-year, net of tax		-	-
Total comprehensive income for the half-year		(391,170)	(318,636)
		Cents	Cents
Basic earnings per share	9	(0.18)	(0.34)
Diluted earnings per share	9	(0.18)	(0.34)

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Mithril Resources Limited
Statement of financial position
As at 31 December 2018

		Consolidated	
		31 December	
	Note	2018	30 June 2018
		\$	\$
Assets			
Current assets			
Cash and cash equivalents		1,253,363	863,770
Trade and other receivables		-	1,458
Other assets		33,624	11,287
Total current assets		<u>1,286,987</u>	<u>876,515</u>
Non-current assets			
Property, plant and equipment		16,262	18,518
Exploration and evaluation	6	<u>2,311,753</u>	<u>2,064,854</u>
Total non-current assets		<u>2,328,015</u>	<u>2,083,372</u>
Total assets		<u>3,615,002</u>	<u>2,959,887</u>
Liabilities			
Current liabilities			
Trade and other payables		122,311	47,013
Employee benefits		<u>68,037</u>	<u>65,570</u>
Total current liabilities		<u>190,348</u>	<u>112,583</u>
Total liabilities		<u>190,348</u>	<u>112,583</u>
Net assets		<u>3,424,654</u>	<u>2,847,304</u>
Equity			
Issued capital	7	37,305,909	36,379,826
Reserves		188,296	152,059
Accumulated losses		<u>(34,069,551)</u>	<u>(33,684,581)</u>
Total equity		<u>3,424,654</u>	<u>2,847,304</u>

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

Mithril Resources Limited
Statement of changes in equity
For the half-year ended 31 December 2018

Consolidated	Issued capital \$	Reserves \$	Shares awaiting allotment \$	Retained profits \$	Total equity \$
Balance at 1 July 2017	34,824,778	215,400	-	(32,724,417)	2,315,761
Loss after income tax expense for the half-year	-	-	-	(318,636)	(318,636)
Other comprehensive income for the half-year, net of tax	-	-	-	-	-
Total comprehensive income for the half-year	-	-	-	(318,636)	(318,636)
<i>Transactions with Owners in their capacity as Owners:</i>					
Shares issued during the period	254,441	-	641,219	-	895,660
Issue of shares in lieu of Directors' fees	33,507	-	-	-	33,507
Transactions costs	(37,343)	-	-	-	(37,343)
Transfer to reserves	-	(88,000)	-	88,000	-
Issue of options	-	24,659	-	-	24,659
Balance at 31 December 2017	<u>35,075,383</u>	<u>152,059</u>	<u>641,219</u>	<u>(32,955,053)</u>	<u>2,913,608</u>

Consolidated	Issued capital \$	Reserves \$	Retained profits \$	Total equity \$
Balance at 1 July 2018	36,379,826	152,059	(33,684,581)	2,847,304
Loss after income tax expense for the half-year	-	-	(391,170)	(391,170)
Other comprehensive income for the half-year, net of tax	-	-	-	-
Total comprehensive income for the half-year	-	-	(391,170)	(391,170)
<i>Transactions with Owners in their capacity as Owners:</i>				
Shares issued during the period	1,110,234	-	-	1,110,234
Issue of options	-	42,437	-	42,437
Lapsed options	-	(6,200)	6,200	-
Transactions costs	(184,151)	-	-	(184,151)
Balance at 31 December 2018	<u>37,305,909</u>	<u>188,296</u>	<u>(34,069,551)</u>	<u>3,424,654</u>

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

Mithril Resources Limited
Statement of cash flows
For the half-year ended 31 December 2018

		Consolidated	
	Note	31 December 2018	31 December 2017
		\$	\$
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		1,335	-
Payments to suppliers and employees (inclusive of GST)		(174,457)	(281,658)
		(173,122)	(281,658)
Interest received		-	3,568
Other revenue		15,067	-
Interest and other finance costs paid		(128)	-
Net cash used in operating activities		(158,183)	(278,090)
Cash flows from investing activities			
Payments for property, plant and equipment		-	(4,467)
Payments for exploration assets		(378,307)	(493,555)
Net cash used in investing activities		(378,307)	(498,022)
Cash flows from financing activities			
Proceeds from issue of shares	7	1,106,866	895,660
Share issue transaction costs		(180,783)	(37,343)
Net cash from financing activities		926,083	858,317
Net increase in cash and cash equivalents		389,593	82,205
Cash and cash equivalents at the beginning of the financial half-year		863,770	818,055
Cash and cash equivalents at the end of the financial half-year		<u>1,253,363</u>	<u>900,260</u>

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

Note 1. General information

The financial statements cover Mithril Resources Limited ('the Company') as a Group consisting of Mithril Resources Limited and the entities it controlled at the end of, or during, the year. The financial statements are presented in Australian dollars, which is Mithril Resources Limited's functional and presentation currency.

Mithril Resources Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business are:

Registered office

C/- HLB Mann Judd (SA) Pty Ltd
169 Fullarton Road
DULWICH SA 5065

Principal place of business

22B Beulah Road
NORWOOD SA 5067

A description of the nature of the Group's operations and its principal activities are included in the Directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of Directors, on 14 March 2019.

Note 2. Significant accounting policies

These general purpose financial statements for the interim half-year reporting period ended 31 December 2018 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2017 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

AASB 15 Revenue from Contracts with Customers and AASB 9 Financial Instruments (2014) became effective for periods beginning on or after 1 January 2018. Accordingly, the Group applied AASB 15 and AASB 9 for the first time to the interim period ended 31 December 2018. Changes to the Group's accounting policies arising from these standards are summarised below:

AASB 15 Revenue from Contracts with Customers

AASB 15 replaces AASB 118 Revenue, AASB 111 Construction Contracts and several revenue-related Interpretations. The new Standard has been applied as at 1 January 2018. There is no impact to the Group's historical financial results given the company is not currently in production.

AASB 9 Financial Instruments

AASB 9 Financial Instruments replaces AASB 139 Financial Instruments: Recognition and Measurement requirements. It makes major changes to the previous guidance on the classification and measurement of financial assets and introduces an 'expected credit loss' model for impairment of financial assets. When adopting AASB 9, the Group has applied transitional relief and elected not to restate prior periods. The adoption of AASB 9 has mostly impacted the following areas:

Classification and measurement of financial liabilities

As the accounting for financial liabilities remains largely unchanged from AASB 139, the Group's financial liabilities were not impacted by the adoption of AASB 9.

Note 2. Significant accounting policies (continued)

Going concern

The financial report has been prepared on the basis of a going concern. The financial report shows the Group incurred a net loss of \$391,170 (2017: \$318,636) and a net cash outflow from operating and investing activities of \$536,490 (2017: \$776,112) during the period ended 31 December 2018. The Group continues to be economically dependent on the generation of cashflow from the business and/ or raising additional capital as and when required for the continued operations including the exploration program and the provision of working capital.

The Group's ability to continue as a going concern is contingent upon generation of cashflow from its business and/ or successfully raising additional capital. If sufficient cash flow is not generated and/or additional funds are not raised, the going concern basis may not be appropriate, with the result that the Group may have to realise its assets and extinguish its liabilities, other than in the ordinary course of business and at amounts different from those stated in the financial report. No allowance for such circumstances has been made in the financial report.

Note 3. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Capitalisation of exploration and evaluation expenditure

The Group's policy for exploration and evaluation is consistent with that in the previous financial year. The application of this policy requires management to make certain assumptions as to future events and circumstances. Any such estimates and assumptions may change as new information becomes available. If, after having capitalised exploration and evaluation expenditure, management concludes that the capitalised expenditure is unlikely to be recovered by future sale or exploration, then the relevant capitalised amount will be written off through the consolidated statement of profit or loss and other comprehensive income.

Note 4. Operating segments

The Board has considered the requirements of AASB 8 Operating Segments and the internal reports that are reviewed by the chief operating decision maker (the Board) in allocating resources and has concluded at this time that there are no separately identifiable segments.

Note 5. Operating expenses

	Consolidated	
	31 December 2018	31 December 2017
	\$	\$
Professional fees	39,216	41,034
Annual report and AGM	30,356	19,526
ASX and ASIC fees	10,273	13,297
Audit fees	11,252	5,783
Communication expenses	5,102	3,519
Computer expenses	5,184	6,125
Occupancy costs	30,101	29,591
Insurance	16,706	9,249
Legal costs	1,200	2,500
Office expenses	6,260	5,632
Share registry charges	8,645	7,521
Travel expenses	153	98
Promotion and advertising	5,491	6,950
Other expenses	6,823	4,282
Transfer (to) exploration assets	(7,509)	(14,262)
	<u>169,253</u>	<u>140,845</u>

Note 6. Exploration and evaluation

	Consolidated	
	31 December 2018	30 June 2018
	\$	\$
Exploration and evaluation - joint operations	<u>1,373,706</u>	<u>1,331,394</u>
Exploration and evaluation - other	<u>938,047</u>	<u>733,460</u>
	<u>2,311,753</u>	<u>2,064,854</u>

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

Consolidated	Joint Operations	Other	Total
	\$	\$	\$
Balance at 1 July 2018	1,331,395	733,459	2,064,854
Additions through expenditures capitalised	55,888	322,420	378,308
Impairment of tenements*	(13,577)	(117,832)	(131,409)
Balance at 31 December 2018	<u>1,373,706</u>	<u>938,047</u>	<u>2,311,753</u>

* the impairment expense contained \$98,811 of exploration expenditures which related to tenements with pending exploration licences

Mithril Resources Limited
Notes to the financial statements
31 December 2018

Note 7. Issued capital

	31 December 2018 Shares	Consolidated 30 June 2018 Shares	31 December 2018 \$	30 June 2018 \$
Ordinary shares - fully paid	<u>422,389,211</u>	<u>200,342,380</u>	<u>37,305,909</u>	<u>36,379,826</u>

Movements in ordinary share capital

Details	Date	Shares	Issue price	\$
Balance	1 July 2018	200,342,380		36,379,826
Shares issued via placement	21 November 2018	30,051,357	\$0.005	150,257
Shares issued via rights issue	20 December 2018	191,995,474	\$0.005	959,977
Transaction costs		-	\$0.000	(184,151)
Balance	31 December 2018	<u>422,389,211</u>		<u>37,305,909</u>

Note 8. Events after the reporting period

No matter or circumstance has arisen since 31 December 2018 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

Note 9. Earnings per share

	Consolidated 31 December 2018 \$	31 December 2017 \$
Loss after income tax	<u>(391,170)</u>	<u>(318,636)</u>
	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	<u>219,560,050</u>	<u>93,172,962</u>
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>219,560,050</u>	<u>93,172,962</u>
	Cents	Cents
Basic earnings per share	(0.18)	(0.34)
Diluted earnings per share	(0.18)	(0.34)

Mithril Resources Limited
Directors' declaration
31 December 2018

In the Directors' opinion:

- 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;
- the attached financial statements and notes give a true and fair view of the Group's financial position as at 31 December 2018 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of Directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the Directors



David Hutton
Managing Director

14 March 2019

Independent Auditor's Review Report

To the Members of Mithril Resources Limited

Report on the review of the half year financial report

Conclusion

We have reviewed the accompanying half year financial report of Mithril Resources Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2018, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half year ended on that date, a description of accounting policies, other selected explanatory notes, and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half year financial report of Mithril Resources Limited does not give a true and fair view of the financial position of the Group as at 31 December 2018, and of its financial performance and its cash flows for the half year ended on that date, in accordance with the Corporations Act 2001, including complying with Accounting Standard AASB 134 *Interim Financial Reporting*.

Material uncertainty related to going concern

We draw attention to Note 2 in the financial report, which indicates that the Group incurred a net loss of \$391,170 during the half year ended 31 December 2018 and a net cash outflow from operating and investing activities of \$536,490. As stated in Note 2, these events or conditions, along with other matters as set forth in Note 2, indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

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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 gives a true and fair view and 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 Group's financial position as at 31 December 2018 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 Mithril 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.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.



GRANT THORNTON AUDIT PTY LTD
Chartered Accountants



B K Wundersitz
Partner – Audit & Assurance

Adelaide, 14 March 2019