

# PEGASUS METALS LIMITED

ACN 115 535 030



## Interim Financial Report

For the half year ended 31 December 2016

Contents	Page
Directors' Report	3
Auditor's Independence Declaration	4
Consolidated Statement of Profit or Loss and Other Comprehensive Income	5
Consolidated Statement of Financial Position	6
Consolidated Statement of Changes In Equity	7
Consolidated Statement of Cash Flows	8
Notes to the Consolidated Financial Statements	9
Directors' Declaration	14
Independent Auditor's Review Report	15

### Competent Persons Statements

*The information in this report that relates to Mineral Resources is based on information compiled and/or reviewed by Michael Fotios who is a Director of Pegasus Metals and is a Member of The Australasian Institute of Mining and Metallurgy. Mr Fotios has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking 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 Fotios consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

*The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement. The Company confirmed that the form and context in which the Competent Person's findings are presented have not been modified from the original announcement and, in the case of estimates of Mineral Resources, all material assumptions options and technical parameters underpinning the estimates in the initial announcement continue to apply and have not materially changed. This information was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with JORC Code 2012 on the basis that the information has not materially changed since it was reported.*

**These interim financial statements do not include all the notes of the type normally included in the annual financial statements. Accordingly, these financial statements are to be read in conjunction with the Annual Report for the year ended 30 June 2016 and any public announcements made by Pegasus Metals Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.**

## DIRECTORS' REPORT

Your Directors are pleased to present their report on the consolidated entity consisting of Pegasus Metals Limited ("Pegasus" or "the Company") and the entity it controlled at the end of, or during, the half year ended 31 December 2016.

### DIRECTORS

The names of the Directors who held office during or since the end of the half year, to the date of this report, are:

Michael Fotios	Non-Executive Director
Alan Still	Non-Executive Director
Neil Porter	Non-Executive Director ( <i>appointed 31 August 2016, resigned 29 November 16 and re-appointed 13 January 2017</i> )

### REVIEW OF OPERATIONS

The Mt Mulcahy Copper Project hosts the Mount Mulcahy copper-zinc deposit, volcanic-hosted massive sulphide (VMS) zone of mineralisation, with a JORC 2012 Measured, Indicated and Inferred Resource of 647,000 tonnes @ 2.4% copper, 1.8% zinc, and 20g/t Ag (refer ASX release 25 September 2014) at the 'South Limb Pod' ("SLP").

The horizon hosting this mineralisation can be traced for a distance of at least 12 kilometres along strike and excellent potential exists for additional mineralisation to be discovered along this prospective horizon.

The focus of activities during the half year ended 31 December 2016 was a critical review of the Mt Mulcahy Copper Project data and planning a drilling campaign that comprises of down-plunge extensional holes to the current resource, to better understand mineralising controls, and apply them to additional targets.

Program of Works approval is in place, and the program consists of 3 holes for a total advance of around 800m, with each hole consisting of an RC precollar, and approximately 60m diamond tails.

Downhole TEM acquisition, processing and interpretation are also planned at the conclusion of the drilling program.

### RESULTS OF OPERATIONS

The Group incurred an after tax operating loss for the half year ended 31 December 2016 of \$106,969 (31 December 2015: \$1,841,319).

### SUBSEQUENT EVENTS

There are no matters or circumstances that have arisen since 31 December 2016 other than as disclosed in Note 13.

### 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 on page 4.

This report is made in accordance with a resolution of Directors and signed for and on behalf of the Board by:



**Michael Fotios**  
Non-Executive Director  
Perth, Western Australia  
16 March 2017

## DECLARATION OF INDEPENDENCE BY NEIL SMITH TO THE DIRECTORS OF PEGASUS METALS LIMITED

As lead auditor for the review of Pegasus Metals Limited for the half-year ended 31 December 2016, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Pegasus Metals Limited and the entities it controlled during the period.



**Neil Smith**

Director

**BDO Audit (WA) Pty Ltd**  
Perth, 16 March 2017

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE HALF YEAR ENDED 31 DECEMBER 2016**

	Note	Half year	
		2016 \$	2015 \$
<b>CONTINUING OPERATIONS</b>			
Revenue	2	171	42,070
Exploration expenses		(52,009)	(38,992)
Occupancy expenses		-	(21,273)
Depreciation expense		(334)	(1,408)
Impairment expense	4	-	(1,687,906)
Other expenses	2	(54,798)	(133,810)
		<b>(106,969)</b>	<b>(1,841,319)</b>
<b>LOSS BEFORE INCOME TAX</b>			
Income tax expense		-	-
		<b>(106,969)</b>	<b>(1,841,319)</b>
<b>LOSS AFTER INCOME TAX FOR THE HALF YEAR</b>			
Other comprehensive income for the half year, net of tax		-	-
		<b>(106,969)</b>	<b>(1,841,319)</b>
<b>TOTAL COMPREHENSIVE LOSS FOR THE HALF YEAR ATTRIBUTABLE TO THE OWNERS OF PEGASUS METALS LIMITED</b>		<b>(106,969)</b>	<b>(1,841,319)</b>
<b>Loss per share attributable to the ordinary equity holders of the Parent:</b>			
Basic and diluted (cents per share)		(0.08)	(1.39)

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

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2016**

	Note	31 December 2016 \$	30 June 2016 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		6,877	1,805
Trade and other receivables		275,748	281,242
Other current assets		17,969	17,893
<b>TOTAL CURRENT ASSETS</b>		<b>300,594</b>	<b>300,940</b>
<b>NON-CURRENT ASSETS</b>			
Plant and equipment		4,362	4,696
Capitalised tenement acquisition costs	4	2,060,027	2,060,027
<b>TOTAL NON-CURRENT ASSETS</b>		<b>2,064,389</b>	<b>2,064,723</b>
<b>TOTAL ASSETS</b>		<b>2,364,983</b>	<b>2,365,663</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	5	1,769,726	1,699,774
Borrowings	8	170,012	133,675
<b>TOTAL CURRENT LIABILITIES</b>		<b>1,939,738</b>	<b>1,833,449</b>
<b>TOTAL LIABILITIES</b>		<b>1,939,738</b>	<b>1,833,449</b>
<b>NET ASSETS</b>		<b>425,246</b>	<b>532,214</b>
<b>EQUITY</b>			
Issued capital	6	18,189,063	18,189,063
Accumulated losses		(17,763,818)	(20,286,470)
Reserves	7	-	2,629,621
<b>TOTAL EQUITY</b>		<b>425,246</b>	<b>532,214</b>

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

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF YEAR ENDED 31 DECEMBER 2016**

	<b>Issued Capital</b>	<b>Accumulated Losses</b>	<b>Reserve</b>	<b>Total Equity</b>
<b>CONSOLIDATED</b>				
<b>Balance 1 July 2016</b>	18,189,063	(20,286,470)	2,629,621	532,214
Loss for the half year	-	(106,969)	-	(106,969)
<b>Total comprehensive loss for the half year</b>	-	(106,969)	-	(106,969)
Transfer on expiry of options		2,629,621	(2,629,621)	-
<b>Balance 31 December 2016</b>	<b>18,189,063</b>	<b>(17,763,818)</b>	<b>-</b>	<b>425,245</b>

	<b>Issued Capital</b>	<b>Accumulated Losses</b>	<b>Reserve</b>	<b>Total Equity</b>
<b>CONSOLIDATED</b>				
<b>Balance 1 July 2015</b>	18,189,063	(18,194,822)	2,629,621	2,623,862
Loss for the half year	-	(1,841,319)	-	(1,841,319)
<b>Total comprehensive loss for the half year</b>	-	(1,841,319)	-	(1,841,319)
<b>Balance 31 December 2015</b>	<b>18,189,063</b>	<b>(20,036,141)</b>	<b>2,629,621</b>	<b>782,543</b>

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

**CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE HALF YEAR ENDED 31 DECEMBER 2016**

	Half year	
	2016	2015
	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Research and development tax refund	-	1,430,253
Expenditure on exploration and evaluation	(7,804)	(705,217)
Payments to suppliers and employees	(103,205)	(426,357)
Interest received	95	42,095
Interest paid	(406)	-
<b>Net cash outflow from operating activities</b>	<b>(111,320)</b>	<b>340,774</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of borrowings	-	(354,698)
Proceeds from borrowings	116,392	12,800
<b>Net cash inflow from financing activities</b>	<b>116,392</b>	<b>(341,898)</b>
Net (decrease)/increase in cash and cash equivalents	<b>5,072</b>	<b>(1,124)</b>
Cash and cash equivalents at the beginning of the half year	1,805	12,967
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE HALF YEAR</b>	<b>6,877</b>	<b>11,843</b>

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



---

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

### NOTE 1: BASIS OF PREPARATION OF THE HALF YEAR FINANCIAL REPORT

#### Statement of compliance

The half year financial report is a general purpose financial report prepared in accordance with the *Corporations Act 2001* and AASB 134 'Interim Financial Reporting'. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

The half year report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the annual financial statements for the year ended 30 June 2016 and any public announcements made by Pegasus Metals Ltd during the interim period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

#### Basis of preparation

The consolidated financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

The accounting policies and methods of computation adopted in the preparation of the half year financial report are consistent with those adopted and disclosed in the Group's 2016 annual financial report for the financial year ended 30 June 2016. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

#### Significant accounting judgments and key estimates

The preparation of the 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.

In preparing this interim 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 financial report for the year ended 30 June 2016.

#### Changes in accounting policy

The accounting policies are consistent with those applied in the previous financial year and those of the corresponding interim reporting period.

#### Adoption of new and revised accounting standards

In the half year ended 31 December 2016, the Group has reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to its operations and effective for annual reporting periods beginning on or after 1 July 2016. It has been determined by the Group that, there is no impact, material or otherwise, of the new and revised standards and interpretations on its business and therefore no change is necessary to the Group's accounting policies.

The accounting policies and methods of computation adopted are consistent with those of the previous financial year and corresponding interim reporting period. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

### Going concern

The Group incurred a net loss of \$106,969 (31 December 2015: \$1,841,319) and incurred net cash outflows from operating activities of \$31,265 (31 December 2015: \$340,774 inflow) with a working capital deficiency of \$1,639,144 at 31 December 2016. The ability of the Group to pay its debts as and when they become due is dependent upon the loan facility entered into with Michael Fotios ATF the Michael Fotios Family Trust, letters of support obtained from related party creditors and a letter of funding support provided by Michael Fotios ATF the Michael Fotios Family Trust.

These conditions indicate a material uncertainty that may cast significant doubt on the group's ability to continue as a going concern and therefore whether it will be able to pay its debts as and when they fall due and realise its assets and extinguish its liabilities in the normal course of business at the amounts stated in the half year financial report.

The Directors believe that the Group will be able to pay its debts as and when they become due and payable given the loan facility available with Michael Fotios ATF the Michael Fotios Family Trust, letters of support obtained from creditors of significant value, a letter of funding support provided by Michael Fotios ATF the Michael Fotios Family Trust and the Group's history of successful capital raising to date. The Directors are confident of the Group's ability to raise additional funds and accordingly have prepared the half year financial report on a going concern basis.

Should the Group not be able to continue as a going concern the group may not be able to settle its assets and liabilities at the amounts stated in the half year financial report. The half year financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts nor to the amounts and classification of liabilities that may be necessary should the Group be unable to continue as a going concern.

### NOTE 2: REVENUE AND EXPENSES

	Half year	
	31 December 2016	31 December 2015
	\$	\$
<b>(a) Revenue</b>		
Interest received	171	42,072
	<b>171</b>	<b>42,072</b>
<b>(b) Other expenses</b>		
Other administrative expenses	(30,083)	(33,115)
External professional fees	(22,918)	(32,114)
Directors Fees	13,000	(54,000)
ASX fees	(14,797)	(14,581)
	<b>(54,798)</b>	<b>(133,810)</b>

### NOTE 3: SEGMENT INFORMATION

Management has determined the operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions. The Group does not have any operating segments with discrete financial information. The group does not have any customers, and all the group's assets and liabilities are located within Australia.

The Board of Directors review internal management reports on a monthly basis that is consistent with the

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

information provided in the statement of profit or loss and other comprehensive income, statement of financial position and statement of cash flows. As a result no reconciliation is required because the information as presented is what is used by the Board to make strategic decisions.

	<b>31 December 2016</b>	<b>30 June 2016</b>
	\$	\$
<b>NOTE 4: CAPITALISED TENEMENT ACQUISITION COSTS</b>		
<b>Capitalised tenement acquisition costs</b>		
Opening net book amount	2,060,027	3,747,933
Impairment expense	-	(1,687,906)
<b>Closing net book amount</b>	<b>2,060,027</b>	<b>2,060,027</b>

Ultimate recoupment of exploration expenditure carried forward is dependant on successful development and commercial exploitation, or alternatively, sale of the respective areas.

	<b>31 December 2016</b>	<b>30 June 2016</b>
	\$	\$
<b>NOTE 5: TRADE AND OTHER PAYABLES</b>		
Trade payables	1,717,682	1,546,619
Accrued expenses	39,428	133,748
Payroll liabilities	12,616	19,407
	<b>1,769,726</b>	<b>1,699,774</b>

Reconciliation of carrying amount of related party accounts payable

	<b>31 December 2016</b>
	\$
Delta Resource Management	669,400
Investmet Ltd	178,688
Michael Fotios Family Trust – non-interest bearing	82,500
Whitestone Mining Services Pty Ltd	339,509
Total related party accounts payable	1,270,097
Loans from other related parties*	447,585
	<b>1,717,682</b>

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

	31 December 2016	30 June 2016
	\$	\$
<b>NOTE 6: BORROWINGS</b>		
Michael Fotios Family Trust – non-interest bearing	4,381	22,461
Loans from other related parties*	165,631	111,214
	<b>170,012</b>	<b>133,675</b>
Reconciliation of carrying amount of Michael Fotios Family Trust Loan		
Opening amount	22,461	355,498
Drawdowns during the period	3,020	22,461
Repayments during the period	(21,100)	(355,498)
Closing drawdown balance	4,381	22,461
Closing undrawn balance	995,619	977,539

\* Further information relating to loans from other related parties is set out in Note 15.

During the half year ended 31 December 2016, Delta Resource Management Pty Ltd (Delta), an entity associated with Director Michael Fotios, made payments totalling \$21,700 on the Group's behalf. This amount is payable in full by the Company.

**NOTE 7: ISSUED CAPITAL**

	2016	
	Number	\$
<b>Issued Capital</b>		
Fully paid ordinary shares	127,174,519	18,189,063
Capital raising costs	-	-
	<b>127,174,519</b>	<b>18,189,063</b>
<b>Movements in share capital</b>	<b>Number</b>	<b>\$</b>
<b>Balance 1 July 2016</b>	<b>127,174,519</b>	<b>18,189,063</b>
<b>Balance 31 December 2016</b>	<b>127,174,519</b>	<b>18,189,063</b>
<b>Balance 1 July 2015</b>	134,074,519	18,189,063
<b>Balance 30 June 2016</b>	<b>127,174,519</b>	<b>18,189,063</b>

**NOTE 8: OPTION RESERVE**

	31 December 2016	30 June 2016
	\$	\$
Balance at beginning of period	-	2,629,621
<b>Balance end of period</b>	<b>-</b>	<b>2,629,621</b>

**NOTE 9: CONTINGENCIES**

The Directors are of the opinion that there are no material contingent liabilities or contingent assets of the Group at reporting date (30 June 16: nil).

---

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)****NOTE 10: COMMITMENTS**

In order to maintain an interest in the mining and exploration tenements in which the Group is involved, the Group is committed to meet the conditions under which the tenements were granted and the obligations of any joint venture agreements.

Due to the nature of the Group's operations in exploring and evaluating areas of interest, it is difficult to accurately forecast the nature and amount of future expenditure beyond the next year. Expenditure may be reduced by seeking exemption from individual commitments, by relinquishing of tenure or any new joint venture agreements. Expenditure may be increased when new tenements are granted or joint venture agreements amended.

**NOTE 11: FAIR VALUE OF FINANCIAL INSTRUMENTS**

The Group does not have any financial instruments that are subject to recurring fair value measurements. Due to their short-term nature, the carrying amounts of the current receivables and current trade and other payables is assumed to approximate their fair value.

**NOTE 12: DIVIDENDS**

There were no dividends paid during the half year ended 31 December 2016 (30 June 16:Nil).

**NOTE 13: SUBSEQUENT EVENTS**

There are no other matters or circumstances that have arisen since the half year ended 31 December 2016.

**NOTE 14: RELATED PARTY TRANSACTIONS**

During the half year ended 31 December 2016, Delta Resource Management Pty Ltd (Delta), an entity associated with Director Michael Fotios, made payments totalling \$21,700 on the Group's behalf. This amount is payable in full by the Company.

During the half year ended 31 December 2016, Investmet Limited, an entity associated with Director Michael Fotios, made loans totalling \$50,000 to the Company. This amount is payable in full by the Company.

During the half year ended 31 December 2016, the Company repaid \$21,700 to the Michael Fotios Family Trust, an entity associated with Director Michael Fotios. The Michael Fotios Family Trust made a payment on behalf of the Company of \$3,020. The Michael Fotios Family Trust has provided confirmation it will not call upon any outstanding payable balance and will provide funding as is required by the Company to pay its debts as and when they fall due, unless Pegasus Metals Limited is in the position to repay the amount.

At the half year ended 31 December 2016, Whitestone Mining Services Pty Ltd, an entity associated with Director Michael Fotios, had a payable amount of \$339,509 due to it. This amount is payable in full by the Company.

There are no other changes to related party transactions since the last reporting date.

**DIRECTORS' DECLARATION**

In the Directors' opinion:

1. the financial statements and notes set out on pages 5 to 13 are in accordance with the *Corporations Act 2001*, including:
  - (a) complying with the *Corporations Regulations 2001* and Australian Accounting Standard AASB 134 *Interim Financial Reporting* and other mandatory professional requirements of the Group; and
  - (b) giving a true and fair view of the consolidated entity's financial position as at 31 December 2016 and of its performance for the half year ended on that date; and
2. there are reasonable grounds to believe that Pegasus Metals Limited 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 Directors and is signed for and on behalf of the Directors by:



**Michael Fotios**  
Non-Executive Director  
Perth, Western Australia  
16 March 2017

## INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Pegasus Metals Limited

### Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Pegasus Metals Limited which comprises the consolidated statement of financial position as at 31 December 2016, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, notes comprising a statement of accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year's 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 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 Pegasus Metals 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*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Pegasus Metals Limited, would be in the same terms if given to the directors as at the time of this auditor's review 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 Pegasus Metals Limited is not in accordance with the *Corporations Act 2001* including:

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

## Emphasis of matter - Material uncertainty relating to going concern

We draw attention to Note 1 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the consolidated entity's ability to continue as a going concern and therefore the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.

**BDO Audit (WA) Pty Ltd**

A handwritten signature in blue ink, appearing to read 'Neil Smith'. Above the signature, the letters 'BDO' are written in a simple, blocky blue font.

**Neil Smith**

**Director**

Perth, 16 March 2017